Conservation Districts of Manitoba

Districts de conservation du Manitoba

Annual Report 2006 - 2007

Rapport annuel 2006 - 2007

Manitoba

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MINISTER OF WATER STEWARDSHIP

Legislative Building
Winnipeg, Manitoba, CANADA
R3C 0V8

September 15, 2007

His Honour The Honourable John Harvard P.C., O.M.
Lieutenant – Governor of Manitoba
Room 235
Legislative Building
Winnipeg MB R3C 0V8

Your Honour:

It is my pleasure to present to you this document: The Annual Report of the Conservation Districts of Manitoba for the fiscal year ending March 31, 2007, along with the audited financial statements of the Districts for the same period.

Yours sincerely,

Christine Melnick

CONSERVATION DISTRICTS COMMISSION
Room 314, Legislative Building, 450 Broadway Avenue, Winnipeg, MB R3C 0V8

The Honourable Christine Melnick
Minister of Water Stewardship
Room 314, Legislative Building
Winnipeg MB R3C 0V8

Dear Minister

I am pleased to present you with the Annual report of the Conservation Districts for the fiscal year ending March 31, 2007

With a continual focus on the concept of sustainability in Manitoba, this document effectively outlines the programs which have been developed by the Province's Conservation Districts in support of protecting, preserving, and promoting our environmental and economic resources

Sincerely,

Gerry Berezuk

Gerry Berezuk
Chair, Conservation Districts Commission

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Conservation Districts Program

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Conservation Districts Program

Foreword

The Conservation Districts (CD) Program operates under the authority of *The Conservation Districts Act*. The objectives of the *CD Act* are to provide for the conservation, control and prudent use of resources through the establishment of Conservation Districts and to protect the correlative rights of owners.

The *CD Act* provides for the creation of Conservation Districts (CDs) and requires the establishment of a Commission to oversee the activities of the Conservation Districts' Boards. The Commission, in turn, reports to the Minister of Water Stewardship. The *CD Act* also requires each CD to prepare an annual report, which includes: an update on progress made towards implementing their resource management plans; general remarks with respect to activities related to the establishment of new Districts or expansion of existing Districts; summary of land and water management programming activities; and the Auditor's Report for each District. The CD Secretariat is responsible for the administration of the program.

Manitoba Water Stewardship provides annual funding to assist Conservation Districts. In addition, the CDs procure additional cost-share funding from local landowners, Ducks Unlimited Canada, Agriculture and Agri-Food Canada (AAFC-PFRA), and many other government and non-government agencies. Other Provincial departments such as Conservation and Agriculture, Food and Rural Initiatives (MAFRI) also provide grants for specific projects.

Each CD is required to prepare an integrated watershed management plan. Throughout the planning process, each District establishes a long-term vision, mandate, goals, objectives, and a 5-year program and operating budget.

Programme des districts de conservation

Avant-propos

Le Programme des districts de conservation est régi par la *Loi sur les districts de conservation*. La *Loi* a pour objet la conservation, le contrôle et l'emploi judicieux des ressources par l'établissement de districts de conservation, ainsi que la protection des droits des propriétaires en ces matières.

La *Loi* prévoit la création de districts de conservation et exige la mise sur pied d'une Commission chargée de superviser les activités des conseils des districts de conservation. Cette Commission doit à son tour rendre compte au ministre de la Gestion des ressources hydriques. La *Loi* prévoit aussi que chaque district de conservation prépare un rapport annuel comprenant un compte rendu des progrès de la mise en œuvre de son plan de gestion des ressources, des remarques générales sur les activités liées à la création de nouveaux districts ou l'agrandissement de districts existants, un résumé des activités de gestion des terres et de l'eau, et un rapport préparé par un vérificateur. Le secrétariat des districts de conservation est responsable de l'administration du programme.

Le ministère de la Gestion des ressources hydriques verse des fonds annuels pour appuyer les districts de conservation. De plus, les districts versent des fonds à coûts partagés avec les propriétaires fonciers de leur région, Canards Illimités Canada, Agriculture et Agroalimentaire Canada, ainsi que d'autres gouvernements et organismes non gouvernementaux. D'autres ministères provinciaux, comme les ministères de la Conservation, de l'Agriculture, de l'Alimentation et des Initiatives rurales, peuvent aussi accorder des subventions pour des projets particuliers.

Chaque district de conservation est tenu de préparer un plan intégré de gestion du bassin versant. Cela lui permet d'établir une vision à long terme, de se fixer un mandat et des objectifs, et d'élaborer un programme et un budget de fonctionnement sur cinq ans.

Program Growth

- Swan Lake Watershed CD was formed as Manitoba's 18th CD, consisting of the Municipalities of Swan River, Minitonas, Mountain North, a portion of Mountain South, Towns of Swan River and Minitonas, and the Villages of Benito and Bowsman.

- Seine-Rat River CD expanded to involve the Rural Municipality of De Salaberry, part of the Rural Municipality of Ritchot, and the Village of St. Pierre-Jolys.

- West Interlake and Southwest Red River municipalities developed proposals to create two new CDs. These include:
    - West Interlake: Municipalities of Eriksdale, Siglunes, Coldwell, St. Laurent, Woodlands, and Armstrong
    - Southwest Red River: Municipalities of Morris, Rhineland, Roland, Montcalm, and towns of Altona, Morris and Plum Coulee

Expansion du programme

- Le district de conservation du bassin de drainage de Swan Lake a été le 18^e district créé au Manitoba. Il est composé des municipalités de Swan River, Minitonas, Mountain North, une partie de Mountain South, des villes de Swan River et Minitonas, et des villages de Benito et Bowsman.

- Le district de conservation des rivières Seine et aux Rats a été agrandi pour comprendre la municipalité rurale de De Salaberry, une partie de la municipalité rurale de Ritchot, et le village de Saint-Pierre-Jolys.

- Des propositions ont été élaborées afin de créer deux nouveaux districts de conservation :
    - le district de conservation de l'ouest de la région d'Entre-les-Lacs : municipalités d'Eriksdale, Siglunes, Coldwell, Saint-Laurent, Woodlands et Armstrong;
    - le district de conservation du sud-ouest de la rivière Rouge : municipalités de Morris, Rhineland, Roland, Montcalm, et les villes d'Altona, Morris et Plum Coulee.

Program Activities

In 2006-2007, the conservation district program expended over 8 million dollars towards land and water stewardship programming. The following is a summary of activities for the fiscal year 2006-2007:

Program / Projects	2006-07	2005-06	2004-05	2003-04	2002-03	Units
Crossings repaired / replaced	149	171	230	123	189	crossings
Custom seeding	12	55	21		28	km
Drainage licenses	178	129	101	55		reviews
Drain construction / reconstruction	78	5				km
Drains maintained	2,699	2,102	1,557	2,086	1,865	km
Enviro Farm Planning referrals	734	3				referrals
Education programs - local schools	225	135	206	93	105	schools
Equipment rental	1,098	695	1880	215		ha
Erosion control	29	47	12	1		projects
Fisheries enhancement	20	21	22	28	20	projects
Forage seeded	5,687	3,770	10,518	10,673	19,381	ha
Forage / soil testing	19	10	19	17	56	projects
GIS services / mapping	785	307	410	407	6	projects
Grassed waterways	74	45	47	41	15	projects
Green manure	2	2				projects
Gully erosion repairs	16	25	12	16	8	projects
Informational video	4	1				projects
Livestock crossings / stream access	16	10	12	19	30	projects
Manure management	7	5	6	9	8	projects
Pasture management systems	25	49	35	17		projects
Pasture pipelines	46	1,038	47,546	111	29	km
Planned grazing	18	13	36	49	36	projects
Recreation sites / tourism	11	19	13	14	7	projects
Resource management plans	11	8	9	7		projects
Ring dykes	1	1	2	3		projects
Riparian exclusion fencing	29	38	44	61	8	km
Rotational winter feeding	2	5	2			projects
Salinity seed	118	1,381	60			projects
Shelterbelts	128	87	121	146		km
Streambank stabilization	19	56	25	18	22	projects
Sub-division applications	51	71	68	20		reviews
Swath grazing	6	10	6			projects
Tours / Demo days / Extension	222	81	129	108	93	projects
Trees planted	86,820	97,162	68,180	101,300	28,525	trees
Water pump rental	12	19	24	15		projects
Water retention	32	54	58	44	85	projects
Water quality tests - wells / surface	1,265	761	575	102		samples
Watering systems - off-site	58	47	55	82	86	projects
Watershed management plans	16	12	15	16	11	plans
Wells sealed	288	282	297	289	221	wells
Wells - new / maintenance	21	20	40	25		wells
Wildlife habitat enhancement	71	40	23	32	74	projects
Winter cereals	975	2,208	444	597	1,230	ha
Woodlot management	10	3				projects

Activités du programme

En 2006-2007, le Programme des districts de conservation a consacré 8,0 millions de dollars aux programmes de gestion des eaux et d'aménagement des terres.
Voici un résumé des activités au cours de l'exercice 2006-2007 :

Programme / Projets	**2006-07**	2005-06	2004-05	2003-04	2002-03	Unités
Réparation et remplacement des traverses	149	171	230	123	189	traverses
Semis à forfait	12	55	21		28	km
Permis de drainage	178	129	101	55		évaluations
Construction et reconstruction des canaux de drainage	78	5				km
Entretien des canaux de drainage	2 699	2 102	1 557	2 086	1 865	km
Renvois au programme de planification agricole environnementale	734	3				renvois
Programmes éducatifs pour les écoles de la région	225	135	206	93	105	écoles
Location d'équipement	1 098	695	1 880	215		ha
Lutte contre l'érosion	29	47	12	1		projets
Mise en valeur de la pêche	20	21	22	28	20	projets
Plantation de fourrages	5 687	3 770	10 518	10 673	19 381	ha
Analyses de fourrages et de sols	19	10	19	17	56	projets
Service d'information géographique et cartographie	785	307	410	407	6	projets
Voies d'eau gazonnées	74	45	47	41	15	projets
Engrais vert	2	2				projets
Restauration des ravines	16	25	12	16	8	projets
Vidéo d'information	4	1				projets
Accès aux cours d'eau et voies de passage pour le bétail	16	10	12	19	30	projets
Gestion du fumier	7	5	6	9	8	projets
Systèmes de gestion des pâturages	25	49	35	17		projets
Canalisations d'eau dans les pâturages	46	1 038	47,546	111	29	km
Planification des pacages	18	13	36	49	36	projets
Sites de loisirs et tourisme	11	19	13	14	7	projets
Plans de gestion des ressources	11	8	9	7		projets
Digues circulaires	1	1	2	3		projets
Clôturage d'exclusion le long des rives	29	38	44	61	8	km
Alimentation des animaux en rotation pendant l'hiver	2	5	2			projets
Graines tolérant la salinité	118	1 381	60			projets
Brise-vents	128	87	121	146		km
Stabilisation des rives	19	56	25	18	22	projets
Demandes en vue d'effectuer des subdivisions	51	71	68	20		évaluations
Pâturage sur andains	6	10	6			projets
Visites guidées, présentations et activités de vulgarisation	222	81	129	108	93	projets
Plantation d'arbres	86 820	97 162	68 180	101 300	28 525	arbres
Location de pompes à eau	12	19	24	15		projets
Rétention des eaux	32	54	58	44	85	projets
Tests de qualité de l'eau dans des puits et en surface	1 265	761	575	102		échantillons
Systèmes d'arrosage extérieurs	58	47	55	82	86	projets
Plans de gestion de bassins versants	16	12	15	16	11	plans

Fermeture des puits	288	282	297	289	221	puits
Construction et entretien de puits	21	20	40	25		puits
Mise en valeur des habitats fauniques	71	40	23	32	74	projets
Céréales d'hiver	975	2 208	444	597	1 230	ha
Gestion des terrains boisés	10	3				projets

Conservation District Grants
Subventions aux districts de conservation

Up to 75 per cent of the costs of Conservation Districts programs are funded by provincial grants. The grants are provided to support land and water management programs such as drainage maintenance, waterways rehabilitation, soil conservation, water storage/retention, wildlife habitat enhancement, public education, and a variety of other resource management initiatives. The funding is also used to assist with the operational and administrative expenses of a CD.

Les subventions provinciales couvrent jusqu'à 75 % du coût des programmes des districts de conservation. Ces subventions appuient les programmes de gestion des terres et de l'eau, notamment l'entretien de l'infrastructure de drainage, la réhabilitation des cours d'eau, la préservation des terres, le stockage et la rétention d'eau, la mise en valeur des habitats fauniques, la sensibilisation du public, et une gamme d'autres activités de gestion de ressources. Les fonds sont aussi utilisés pour les dépenses d'exploitation et d'administration des districts de conservation.

CONSERVATION DISTRICT GRANTS 2006-2007
SUBVENTIONS AUX DISTRICTS DE CONSERVATION EN 2006-2007

DISTRICTS / DISTRICTS	PROVINCIAL GRANTS	SUBVENTIONS PROVINCIALES
Alonsa	$240,000	240 000 $
Cooks Creek / Ruisseau Creeks	$275,000	275 000 $
East Interlake / Est de la région d'Entre-les-Lacs	$185,000	185 000 $
Intermountain	$220,000	220 000 $
Kelsey	$140,000	140 000 $
La Salle Redboine	$225,000	225 000 $
Lake of the Prairies / Lac des prairies	$136,000	136 000 $
Little Saskatchewan River / Rivière Little Saskatchewan	$170,000	170 000 $
Mid Assiniboine River / Partie médiane de la rivière Assiniboine	$110,000	110 000 $
Pembina Valley / Vallée de la Pembina	$390,000	390 000 $
Seine-Rat River / Rivières Seine et aux Rats	$285,000	285 000 $
Swan Lake Watershed / Bassin de drainage de Swan Lake	$50,000	50 000 $
Tiger Hills	$110,000	110 000 $
Turtle Mountain	$314,000	314 000 $
Turtle River Watershed / Bassin de drainage de la rivière Turtle	$400,000	400 000 $
Upper Assiniboine River / Partie supérieure de la rivière Assiniboine	$250,000	250 000 $
West Souris River / Ouest de la rivière Souris	$200,000	200 000 $
Whitemud Watershed / Bassin de drainage de la rivière Whitemud	$700,000	700 000 $
TOTAL	***$4,400,000***	***4 400 000 $***

NOTE: Refer to the Audited Financial Statements in the appendices for details on local/external funding and total expenditures.

NOTE: Veuillez consulter les états financiers vérifiés en annexe pour des détails sur le financement local et externe et sur les dépenses totales.

Alonsa Conservation District

Introduction

The Alonsa Conservation District (ACD) has been in operation since 1978 and is located along the western shores of Lake Manitoba, encompassing approximately 4,450 square kilometers. The ACD landscape is characterized by a series of gentle undulations of ridges and sloughs, and includes the major watersheds of Garrioch Creek, Sucker Creek, Hamlin Drain, and Reedy Creek, along with several others that drain into Lake Manitoba, Ebb and Flow Lake, and Lonely Lake.

The ACD offers a list of programs including: water management, soil conservation, fisheries, wildlife and forestry management and is also involved with supporting historic resources, public education, tourism, and recreation projects.

ALONSA CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Chairperson / Provincial Appointee	Edward Zdan	Alonsa
#107 – Crane River/Hamlin Drain	Fred Taylor	Rorketon
#110 – Garrioch Creek	Danny North	Alonsa
#113 – Lonely Lake/Ebb and Flow	Lyle Finney	R. R. #1, Ste. Rose du Lac
#157 – Weiden Drain	Steve Sliworsky	Rorketon
#160 – Kinosota Ridge	Allan Carriere	Amaranth

Summary

The ACD supports and encourages a variety of projects and program activities, including: channel maintenance, crossing repair and replacement, hatchery activities, forage seed assistance, forest management, wildlife habitat enhancement, tree planting, recreation trail maintenance, aboriginal historic sites, and park projects. The ACD Board is committed to educational and extension activities to fulfill its mandate of conserving, sustaining, and preserving the diversity of this unique area while strengthening the local economy.

The ACD continues to enjoy funding support from a variety of partners for its diverse programs. Manitoba Water Stewardship is the main supporting partner. In addition, other sources of funding come from the Manitoba Green Team program, Manitoba Hydro, Fisheries Enhancement Fund, Manitoba Metis Federation, Lake Manitoba Fishermen's Association, the Special Infrastructure Program and Manitoba Culture, Heritage and Tourism. As well, the ACD forms funding partnerships with local producers for programs that focus on common interests for the environment and sustainable development.

TOTAL EXPENDITURES 2006-2007

Activity		**Expenditure**
Projects and Programs		$ 383,347
Administration / Office operation		$ 28,288
Assets		$ 12,222
Other		$ 16,554
	TOTAL	**$ 440,411**

For further detail see Auditor's Report, Appendix A.

Watershed Planning

- Staff person was hired to carry out research, development and preparation of a surface water management plan

Water Management

- Drain infrastructure projects were documented using a geographical information system (GIS)
- The following maintenance activities were conducted in 2006-2007
    - Cleanout of 25 kilometres of drains
    - Conducted flood repair works at two sites
    - Conducted six vegetation control projects totaling six kilometres
    - Removed beaver dams or debris at 18 sites
    - Repaired equipment
    - Finalized the Highfield Drain project
    - Conducted brushing in sub-district 107
- Held numerous tours and meetings regarding project planning and development
- Started work on a surface water management plan
- Conducted water quality testing
- Sealed three abandoned wells

Crossing Repair and Replacement

- Completed crossing repairs at over six sites
- Utilized GIS to keep track of crossings repairs and management history

Soil Conservation / Forestry

- Maintained and established tree planting sites
- Assisted 68 landowners with the establishment of 1,070 hectares of permanent cover through the forage incentive program
- Established forage at two saline soil sites
- Completed riparian projects on two kilometres of riverbank
- Seeded berms at water management project sites
- Supported the Woodlot Association and the Manitoba Agrologist Association
- Assisted 11 producers with land management planning GIS projects

Wildlife / Fisheries

- Played a key partnership role with the fish hatchery and assisted with pickerel spawning activities to deliver eight million fry to Lake Manitoba
- Planned future projects related to current fisheries management projects
- Offered the bird feeder incentive program

Public Education

- Held a tri-district golf tournament in partnership with the Whitemud and Turtle River conservation districts
- Awarded Taylor Stock Farm the annual Conservation Family Award
- Provided youth speaker sponsorships and graduation awards
- Sponsored Ducks Unlimited Canada's Eco-Van Program to attend local elementary schools

Heritage Resources / Tourism

- Continued to support the efforts of the Alex Robertson Museum
- The ACD was granted the building that housed the old Alonsa United Church
- The costs of the heritage resources / tourism projects were covered entirely by funds raised locally or from external grants

Recreation

- Maintained 15 existing recreations projects, including: nature trails, an aboriginal petroform site, interpretive centers and parks
- Restored the Bluff Creek Church, which now enhances the attraction of the Bluff Creek Nature Trail

Administration

- Staff salaries and benefits expenses, board remuneration and office expenses

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner		**Funding**
Manitoba Green Team Program		$ 5,040.00
Birdwatchers Fund		$ 3,280.00
Cattle Producers		$ 33,374.85
Bluff Creek Caretaker Donations		$ 100.00
Manitoba Emergency Measures Organization		$ 7,205.77
	TOTAL	**$ 49,000.62**

Cooks Creek Conservation District

Introduction

The Cooks Creek Conservation District (CCCD) was established in 1979 and is located a short distance east of Winnipeg. The CCCD includes most of the Cooks Creek watershed which discharges into the Red River and parts of the Carrs Creek and Lower Seine River basins both of which flow into the Red River Floodway. Topography, soils, and vegetation of the watershed are distinguished by an eastern upland area and a central lowland area. The CCCD covers an area of 862 square kilometres.

The CCCD includes most of the Rural Municipality of Springfield and portions of Tache, Ste. Anne, Brokenhead, and Reynolds. The close proximity of the CCCD to Winnipeg has led to an influx of commuter residents to the rural areas as well as to the communities of Anola, Cooks Creek, Dugald, Oakbank, Ste.Genevieve, and Richer.

COOKS CREEK CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	George Sokal	Winnipeg
#9 Lower Seine River	Neil Van Ryssel	Oakbank
#11N Lower Cooks Creek	Garry Grycki	Dugald
#11S Upper Cooks Creek	Harry Harder	Richer
#12 Carrs Creek	Bob Bodnaruk	Springfield

Summary

Over 150 drain restoration projects were completed to repair damage to drains caused by wet conditions. Drain maintenance and upgrading of over 166 kilometres was completed, work that is critical to the success of the agricultural community and the overall well-being of the local communities. A priority of the CCCD is agricultural drainage. Drainage works in 2006-2007 included: drain reconstructions, earth cleanouts, culvert crossings, drainage channel mowing, spraying and brushing.

The CCCD is also actively involved in well sealing, public education, school programs, creating water retention areas, drainage licensing, and sub-division application reviews.

The CCCD participated in many discussions with the Floodway Expansion Authority. Issues regarding the floodway included: design of drain outlets, structure size and structure elevations.

TOTAL EXPENDITURES 2006-2007

Activity	Expenditure
Water Infrastructure Management	$ 168,224.95
Waterway Restoration (2005)	$ 421,306.34
Soil Management	$ 1,640.57
Water Quality	$ 71,048.81
Crossing Infrastructure	$ 50,806.99
Watershed Planning	$ 3,612.98
Public Education	$ 60,039.09
Wildlife / Fisheries	$ 57,299.34
Forestry	$ 21,184.19
Administration	$ 98,272.45
Assets	$ 3,061.90
Other	$ 24,753.53
TOTAL	**$ 981,251.14**

For further details see Auditor's Report, Appendix B.

Water Management

- Reconstructed three kilometres of drainage waterways
- Repaired drain infrastructure at 150 locations under the 2005 drain restoration program in partnership with the Rural Municipality of Springfield and the Manitoba Emergency Measures Organization
- Completed silt and earth spot cleanouts along 35 kilometres of drains
- Sprayed and mowed for cattails and brush on approximately 128 kilometres of drain
- Removed 15 beaver dams from district drains
- Sealed 10 abandoned wells (over 220 wells have been sealed since 1994)
- Coordinated the Salmon Lake Marsh Project in partnership with the rural municipalities of Ste. Anne, Reynolds, and Taché, Manitoba Water Stewardship, Manitoba Conservation, and the Seine-Rat River Conservation District
- Hired three summer students under the Hometown Green Team and Career Start programs
- Purchased lands associated with the Oakbank CPR Drain and related compensation agreements
- Completed the expropriation of lands associated with the Hillside Road Drain and related compensation agreements
- Completed work for a land developer near the Vernon Drain
- Arranged numerous stakeholders meetings and site visits for drainage licence applications
- Held discussions with Manitoba Water Stewardship regarding their recommendations for issuing drainage licences

Soil Management

- Evaluated soil conditions at numerous sites where bank stabilization was a concern and will eventually need to be addressed and repaired
- Investigated two potential riparian management project sites

Crossing Infrastructure

- Installed new culvert crossings at five locations
- Repaired five and replaced 14 culvert crossings
- Repaired 55 floodgates and culvert ends at road or dyke installations

Watershed Planning

- Updated, printed and distributed the CCCD water management plan
- Held discussions on starting an integrated watershed management plan and groundwater quality monitoring program

Public Education

- District board, sub-district members and staff attended 30 meetings, five tours, and eight workshops including the annual Manitoba Conservation Districts Association (MCDA) conference
- Summer staff participated in wildlife and plant identification workshops at a wildlife site
- Contributed to the MCDA magazine

Wildlife / Fisheries

- Started the planning phase for walking trails on the CCCDs 19 hectare property near Birds Hill Park and constructed approximately one third of the trails

Forestry

- Summer staff and Oakbank Scouts planted approximately 300 trees at a wildlife site
- Coordinated a partnership project with Manitoba Lotteries, Manitoba Forestry, and the Rural Municipality of Springfield to plant 10,000 spruce trees at a rehabilitated gravel pit site northeast of the CCCD office

Administration

- Office cleaning, office supplies, utilities, phone, Internet and some staff salaries
- Held discussions with representatives of the Agassiz region in regards to expanding the current CCCD boundaries to include them as new members

Assets

- Computer, printer and software

Other

- Inspected and provided comments on 21 sub-division applications in the rural municipalities of Springfield and Tache

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner	**Funding**
Federal Government Gas Tax Rebate	$ 93.69
Hometown Green Team	$ 3,806.88
Career Start	$ 3,077.80
Manitoba Water Stewardship – Water Resources Branch (Forestry Rd 13 and 13A)	$ 32,714.46
Manitoba Lotteries	$ 20,000.00
Sustainable Development Innovations Fund (SDIF)	$ 35,000.00
Landowner – Crossings	$ 20,689.02
Landowner – Well sealing	$ 500.00
Landowner – Subdivision development	$ 24,534.69
Local – Oakbank CPR funding	$ 9,000.00
Local partners – Forestry Rd 13 and 13A	$ 28,723.29
Manitoba Emergency Measures Organization 2005 Restoration	$ 351,845.73
RM of Springfield 2005 Restoration	$ 48,223.41
RM of Springfield project	$ 2,150.00
Miscellaneous revenue	$ 37,455.78
Interest and investment	$ 6,025.81
TOTAL	**$ 623,840.56**

East Interlake Conservation District

Introduction

The East Interlake Conservation District (EICD) was established in 2005. The EICD currently includes all or part of the rural municipalities of Armstrong, Bifrost, Fisher, Gimli, Rockwood, Rosser and, as of January, 2007, St. Andrews. In addition, the district also includes the towns of Arborg, Teulon, Stonewall, Winnipeg Beach, and villages of Dunnottar and Riverton. The district covers approximately 7,463 square kilometres of land with approximately 33,000 residents. The area is characterized by a diversified agricultural community, tourism, light industry, aggregate and peat mining and residential developments along Lake Winnipeg and closer to the capital region north of Winnipeg. Agricultural activities include livestock (beef, dairy, poultry and hogs), forage production, annual crop production, and specialty operations.

The EICD is comprised of four major watersheds and governed by four sub-districts. The EICD offers programming in five priority areas: water quality, surface water management, watershed planning, soil and riparian health and education.

EAST INTERLAKE CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Harold Foster	Bifrost
#27 and 28 – Grassmere - Parks Creek	Gordon Grenkow	Rosser
#29 and 30 – Netley - Wavey Creek	Dennis Persoage	Rockwood
#31E and 32 – Icelandic River - Willow Creek	Bill Barlow	Gimli
#33 and 106 – Fisher - Washow Bay	Robert Green	Fisher
Provincial Appointee	Melvin Podiama	Fisher

Summary

In 2006-07 the EICD hired a full-time resource planner to support groundwater programming needs. The EICD held 12 monthly board meetings and quarterly sub-district meetings, including an annual general meeting in December. In September 2006 a general meeting was held to review summer programs and to establish a funding formula suitable for all district members. The board continued its programming in support of its short and long-term goals, policy associated with governance, financial management, administrative direction and program development.

Programs offered by the district include: private well inventory and management, well sealing, riparian programming, watershed planning and watershed education.

The EICD is currently in year two of an integrated watershed management plan for the Icelandic River and Washow Bay watershed. In 2006-2007 the EICD initiated a surface watershed management plan in both the Grassmere and Netley Creek watersheds. Planning efforts include working closely with stakeholder groups within and outside the conservation district, a synthesis of available data, and the production and distribution of summary reports.

TOTAL EXPENDITURES 2006-2007

Activity	Expenditure
Water Management	$ 37,386.70
Watershed Planning	$111,365.42
Public Education	$ 40,989.19
Wildlife / Fisheries	$ 79,340.76
Administration	$ 43,629.42
Assets	$ 32,491.50
TOTAL	$ 345,202.99

For further details see Auditor's Report, Appendix C

Water Management

- Partnered with Manitoba Water Stewardships' Groundwater Branch to visit 170 homes to conduct a private well inventory and source water protection program
- Conducted surface water quality sampling in partnership with Manitoba Water Stewardship
- Launched a benthic invertebrate monitoring program in partnership with the Lake Winnipeg Foundation
- Contributed to the development of a web-based watershed management tracking tool (Watershed MAPS)
- Sealed 18 abandoned wells

Watershed Planning

- Began the development of an integrated watershed management plan for the Icelandic River and Washow Bay watersheds including: gathered inputs from the watershed planning advisory team, produced a resource inventory report, printed and delivered the resource report, developed a watershed portal on the EICD webpage, and hosted public consultations
- Started two surface water management plans in the Grassmere and Netley Creek watersheds
- Hosted three Grassmere stakeholder consultations and three watershed planning advisory team meetings

Public Education

- Appeared in print media articles seven times
- Submitted three advertisements to local newspapers
- Published and distributed three newsletters, one pamphlet, and one watershed report
- Launched a web page (www.eicd.ca)
- Held 12 board and 11 sub-district meetings
- Organized the CD manager's meeting and was a member of the CD marketing committee
- Presented at several local events such as: Agricultural Fair, Gimli Enviro-Club, agricultural classes in Teulon and Arborg, and rural municipalities within and outside EICD boundaries
- Attended and participated in the annual Agriculture in the Classroom event held at the Red Red River Exhibition Park near Headingley
- Sent 10 board and staff members to the Manitoba Conservation Districts Association (MCDA) Convention and annual meeting in Brandon
- Maintained a positive working relationship with the local and provincial media through the advertisement and promotion of CD projects, issues and events

Wildlife / Fisheries

- Drafted an agreement with the Department of Fisheries and Oceans to act as an independent agency to implement compensation measures on behalf of watershed proponents
- Contracted the field sampling, assessment and draft report for riparian and aquatic habitat assessments in the Icelandic River and Washow Bay Creek watersheds
- Initiated field sampling for riparian and aquatic habitat assessment in the Lower Interlake East watershed
- Contracted a scoping report, feasibility study, and the construction of a fishway to improve fish passage for a small dam located on the Icelandic River near Arborg

Administration

- Office rent, supplies, phone, insurance, accounting and portions of the administrator's salary

Assets

- Computer, software and a truck

District Expansion

The EICD expanded in 2006-2007 to include the Rural Municipality of St. Andrews. Expansion negotiations will continue, in partnership with Manitoba Water Stewardship, to include the municipalities and cities within district watersheds. The goal is to incorporate all municipal authorities within EICD watersheds to jointly manage the area resources more effectively. Future CD expansion is likely.

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner		**Funding**
Career Focus		$ 1,600.00
Fisheries and Oceans Canada – Stewardship in Action		$ 7,500.00
Fisheries and Oceans Canada – Small Craft Harbours		$ 5,965.00
Lake Winnipeg Foundation		$ 4,997.50
Manitoba Water Stewardship – Fisheries Enhancement Fund		$ 75,000.00
Manitoba Water Stewardship – Integrated Watershed Management Plan grant		$ 25,000.00
Manitoba Water Stewardship – Water Stewardship Fund		$ 25,000.00
Manitoba Water Stewardship – Groundwater Section		$ 3,281.08
	TOTAL	$ 148,343.58

Intermountain Conservation District

Introduction

The Intermountain Conservation District (IMCD) was officially established as Manitoba's ninth conservation district on July 15, 1997. Located between the Riding Mountain National Park, the Duck Mountain Provincial Forest, and Lakes Dauphin and Winnipegosis, the landscape of the district varies from steep forested escarpment to gentle sloping lakeshore land. Encompassing approximately 7,200 square kilometres, the IMCD is one of the province's larger conservation districts.

Municipalities participating in the IMCD include the rural municipalities of Dauphin, Ethelbert, Gilbert Plains, Grandview, Mossey River and Mountain South, the villages of Ethelbert and Winnipegosis, the towns of Gilbert Plains and Grandview; and the City of Dauphin.

INTERMOUNTAIN CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
#47 -Vermillion River	Dwain Davies	Dauphin
#48 - Wilson River	Ernie Bayduza	Dauphin
#49/102 - Fishing/Fork/Mossey River	Mike Semeniuk	Ethelbert
#93 - Upper Valley River	James Michaluk	Gilbert Plains
#95 - Lower Valley River/Mink Creek	Wayne Banting	Grandview
#103 - Garland/Point River	Ken Shewchuk	Garland
#104/105 - Pine/Sclater/Duck River	Marvin Kovachik	Cowan
Provincial Appointee	Syd Puchailo	Gilbert Plains
Board Chairperson	Gordon Bennett	Grandview

Summary

Many of the programs implemented by the IMCD in 2006-2007 address local water and soil issues as well as public education. Watershed studies conducted in 2006-2007 have helped to target IMCD programming. A major achievement over the last year was the completion of the Vermillion River Aquatic Resource Inventory. Extensive education activities have encouraged the youth within the IMCD to become more involved in resource conservation and management. Landowner uptake of programming continues to be strong. The diversity of the district's landscape, resources and scenic features provide a variety of challenges and opportunities.

TOTAL EXPENDITURES 2006-2007

Activity		Expenditure
Watershed Planning		$ 40,585.40
Water Management		$ 107,328.26
Soil Management		$ 78,779.83
Public Education		$ 71,366.84
Administration		$ 32,760.23
Board Expenses		$ 21,541.98
Assets		$ 40,069.63
	TOTAL	**$ 392,432.17**

For further details see Auditor's Report, Appendix D

Watershed Planning

- Collection and review of background information for the Wilson River watershed study
- Completed the Vermilion River aquatic resource assessment
- Continued efforts towards the implementation of the Valley River watershed study

Water Management

- Sealed 10 abandoned wells
- Completed four stream bank stabilization projects
- Completed three waterway management projects
- Installed 762 metres of pasture pipeline for off-site watering
- Conducted two off-site watering trials

Soil Management

- Constructed 12 grassed waterways
- Maintained several existing grassed waterways
- Continued with the maintenance and use of two tree plantations

Public Education

- Attended meetings with all member municipal councils early in the first quarter to provide a brief presentation outlining projects undertaken over the last year and future projects and initiatives
- Participated in a two-day workshop dealing with the *Freedom of Information and Privacy Protection Act*
- Traveled to the Ottawa region to visit the South Nation Conservation Authority
- Sponsored a field trip to Ominnik Marsh in Riding Mountain National Park for the grade eight class at Winnipegosis Elementary School
- Sponsored a field trip to Uncle Bob's Trout Pond near Dauphin for the grade five and six classes at Ethelbert School
- Started work on the construction of pedestrian bridges, site clearance, and plan development for the Shanty Creek Watershed Education Centre to be located at the IMCD office and yard site.

- Participated in community celebrations and parades in the communities of Dauphin, Fork River, Pine River and Gilbert Plains
- Hosted beaver biology and pond leveler workshop co-sponsored by Manitoba Conservation
- Hosted public tour of the Valley River watershed to view past conservation projects and sites of interest within the watershed
- Conducted a presentation on the Vermillion River watershed aquatic resource assessment GIS database at the annual ESRI users' conference
- Attended a Manitoba Water Stewardship training workshop on hydrology at the Delta Marsh Field Station
- Contributed to the annual Manitoba Conservation Districts Association (MCDA) magazine and attended the annual MCDA convention in Brandon
- Awarded Winn-Man Farms (Michael and Audrey Beyak and Family) of Winnipegosis with the annual IMCD Conservation Family Award
- Awarded IMCD Youth Awards to the grade seven class from Winnipegosis, under the direction of their teacher, Mrs. Jo Bunka and to Bobbi-Jo Robak and Karlene Stratuliak from Ethelbert
- Attended a water quantity monitoring workshop sponsored by the Canadian Water Resources Association, Environment Canada, and Manitoba Water Stewardship
- Attended a workshop on the proposed phase two of the Agricultural Policy Framework
- Sponsored Ducks Unlimited Canada's Oak Hammock Marsh Legacy Tour to do presentations at elementary schools in Winnipegosis and Dauphin

Administration

- Costs associated with ensuring the continued operation of the office, including salaries and expenses of administrative staff, office supplies and operational expenses, office rental and utilities, legal, accounting and/or service fees

Board Expenses

- Completed some renovations on the IMCD office

Assets

- Purchased a new truck

Kelsey Conservation District

Introduction

Kelsey Conservation District (KCD) has been in operation since January 1999. The district lies completely within the Rural Municipality of Kelsey including the Pasquia and Carrot River settlements, Rall's Island, Wanless and Cranberry Portage. The district shares a provincial border with Saskatchewan and there are no established sub-districts.

The District office is located in the Town of The Pas and is staffed by a manager and a part-time administrator. The Board of Directors represents approximately 2,750 residents from within the Municipality and meets monthly to discuss the watershed issues of the district. The KCD covers an area of approximately 900 square kilometres.

KELSEY CONSERVATION DISTRICT
BOARD MEMBERS 2006–2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Kathy Joyal	Rall's Island
Cranberry Portage	Dave Cupples	Cranberry Portage
Vice-Chair	Gwen Donohoe	Pasquia Settlement
Wanless	Kelvin Dionne	Wanless
Provincial Appointee	Neil Scott	The Pas

Summary

The board of KCD continues to focus on developing and delivering programs around sustainable agriculture and source water protection. Most of the programs offered through the district can be directly linked to ensuring water quality is sustained or improved into the future. A source water protection plan began this year and will be completed in the coming year. Two of the communities within the district, north of the 54th parallel, Wanless and Cranberry Portage, have very little agriculture and their economies are based mainly on tourism. To this end, programs developed for these areas are directed at tourism and recreation. Working with and developing partnerships with outside agencies continues to be an ongoing priority for the Board.

TOTAL EXPENDITURES 2006–2007

Activity	Expenditure
Water Management	$ 36,635
Soil Conservation	$ 34,267
Public Education	$ 58,815
Wildlife / Fisheries	$ 14,422
Recreation	$ 4,264
Administration	$ 15,256
Assets	$ 8,451
TOTAL	$ 172,110

For further details see Auditor's report, Appendix E.

Water Management

- Sealed 16 abandoned wells
- Assisted with two riparian exclusion fencing projects
- Installed three livestock watering systems
- Disinfected four wells
- Completed four manure management projects
- Initiated a surface water testing program
- Completed one manure composting project
- Developed a buffer program
- Assisted landowners with drainage issues

Soil Conservation

- Initiated a home composting program
- Initiated a dead stock disposal program
- Assisted with five swath grazing projects
- Assisted with six burdock control sites
- Completed 13 forage and soil sampling projects
- Planted 5,000 trees
- Assisted with a bale grazing site
- Assisted with one rotational grazing site
- Initiated a zero till promotional program
- Consulted landowners with saline soils
- Consulted landowners regarding native grass planting

Public Education

- Hosted discussions regarding CD expansion
- Hosted district tour and year in review meeting with a pit roast in August
- Board and district staff attended inter-Provincial meetings, Manitoba Conservation Districts Association (MCDA) tour and professional development workshops
- Held monthly board meetings
- Distributed the district quarterly newsletter

- Submitted articles to the local newspaper
- Submitted KCD article to the MCDA magazine
- Started the process of developing a source water protection plan
- Made various presentations to the Rural Municipality of Kelsey
- Ongoing relations and interactions with the public
- Promoted district activities and projects with signage
- Promoted the district's newly published management plan

Wildlife / Fisheries

- Maintained beaver baffles installed in previous years
- Built 30 bat boxes and 150 bird boxes with Scouts and high school students
- Partnered with Ducks Unlimited Canada and Manitoba Conservation on the Summerberry Project
- Distributed information on previous studies such as the Rocky Lake, Cranberry Creel and Fishway studies
- Stocked trout for a youth fishing day
- Assisted the community of Cranberry Portage with various breakwater options

Recreation

- Completed an interpretive trail in Cranberry Portage
- Investigated the possibility of taking possession of a new office location (which was rejected)
- Assisted the community of Wanless with recreation and tourism ventures
- Continued to investigate and pursue the possibility of a interpretive trail on Grace Lake

Administration

- Office supplies, utilities, and portions of staff wages

Assets

- Purchased some software programs

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner	**Funding**
Manitoba Water Stewardship – Integrated Watershed Management Plan (IWMP) grant	$ 15,000
Local groups	$ 4,000
TOTAL	**$ 19,000**

La Salle Redboine Conservation District

Introduction

The La Salle Redboine Conservation District (LSRBCD) was created in January of 2001. The LSRBCD encompasses 7,000 square kilometers of central Manitoba, extending from Spruce Woods Provincial Park in the west, Fort Whyte Center in Winnipeg in the east, Delta Marsh on Lake Manitoba in the north, and near Carman to the south.

The LSRBCD features a diverse landscape characterized by rolling sand hills, glacial till deposits and the Manitoba Escarpment in the west to Red River flood plain clay deposits in the east. This unique landscape has encouraged the LSRBCD to promote a variety of conservation programs for its 37,000 residents.

The LSRBCD includes the rural municipalities of Victoria, South Norfolk, Dufferin, Grey, Cartier, MacDonald, portions of Portage la Prairie and Ritchot, the towns of Treherne, Carman, St. Claude and the City of Portage la Prairie. The LSRBCD is divided into eight sub-districts and involves 49 sub-district members.

LA SALLE REDBOINE CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Toby Trimble	Portage la Prairie
#18 Boyne - Norquay	Roy Wood	Carman
#21 Central La Salle	Richard Penner	Elm Creek
#22 Lower La Salle	Rodney Burns	Starbuck
#24 Upper La Salle	Claude Menard	Elie
#71 Cypress River	Raymond Huggart	Treherne
#100 Long Lake	Louis Souque	Haywood
#100A Assiniboine	Marshall Piper	Elie
#101 Delta	Walter Kerluk	Portage la Prairie

Summary

2006-2007 marked the fifth year of LSRBCD programming and built upon the success of previous years of programming. A significant portion of the budget was used to repair water damage from the rapid spring snow melt. LSRBCD members are now highly involved in area resource planning and are members of the Assiniboine Delta Aquifer Plan, Stephenfield Lake Watershed Management Plan, and the Shellmouth Dam Regulation Liaison and Advisory Committee. In the fall of 2006, LSRBCD was appointed as the Water Planning Authority for the La Salle River watershed and started the process of creating a state of the La Salle River watershed report.

The LSRBCD partnered with Manitoba Agriculture, Food and Rural Initiatives and Agriculture and Agri-Food Canada to deliver an Equivalent Agri-Environmental Plan for the Stephenfield Lake watershed. This plan provides producers with access to substantial funding to accomplish the goals of water quality protection as outlined by the Stephenfield Lake Watershed Plan. A riparian assessment of the Boyne River watershed was also completed to identify risks to surface water quality and assist in the development of a source water protection plan for a water treatment plant at Stephenfield Lake.

TOTAL EXPENDITURES 2006-2007

Activity		**Expenditure**
Watershed Planning		$ 131,006
Water Management		$ 101,571
Soil Conservation		$ 93,344
Public Education		$ 48,230
Wildlife / Fisheries		$ 642
Administration		$ 37,633
Assets		$ 13,321
	TOTAL	**$ 425,747**

For further details see Auditor's Report, Appendix F

Watershed Planning

- Completed seven planning meetings and five community consultation meetings for the La Salle River Integrated Watershed Management Plan
- Started work on the state of the La Salle River watershed report
- Co-administrated the Stephenfield Lake Watershed Management Plan with Pembina Valley Conservation District
- Developed an inventory of wetlands within the Boyne River watershed
- Organized and partnered in the delivery of an Equivalent Agri-Environmental Plan for the Boyne River watershed with Manitoba Agriculture, Food and Rural Initiatives and Agriculture and Agri-Food Canada

Water Management

- Sealed 20 abandoned wells and shock chlorinated five wells
- Assisted 80 participants during the annual well water testing day
- Partnered with Manitoba Water Stewardship on the mowing of 155 kilometers of provincial drains
- Completed one water retention project
- Installed one off-site watering system
- Completed one riparian fencing project
- Partnered with Manitoba Water Stewardship and the rural municipality of Portage in addressing flooding concerns and dikes along the Assiniboine River
- Completed the Crescent Lake water quality characterization study
- Continued the monitoring of a constructed wetland project designed to filter feedlot runoff
- Tested spring time water quality in the Boyne River
- Partnered with the Delta Marsh Field Station (University of Manitoba) in a graduate student research project focusing on water quality in farm ponds

Soil Conservation

- Assisted one landowner with the establishment of grass cover on about five hectares of saline land
- Planted 10 field shelterbelts
- Completed seven gully erosion projects
- Installed 10 grassed waterways
- Completed three municipal erosion control projects

- Partnered with Manitoba Infrastructure and Transportation on tree planting along Highway 34
- Partnered with Prairie Farm Rehabilitation Administration (PFRA) in mapping salinity levels in a field in the Cypress River sub-district

Public Education

- Hosted a mixed grass prairie tour
- Constructed an educational marsh boardwalk at Cypress River in partnership with several agencies and community groups
- Completed the Boyne River watershed riparian assessment
- Sent a watershed report card and feedback survey to 3,500 residents in the Boyne River watershed
- LSRBCD board, sub-district members and staff attended the annual Manitoba Conservation Districts Association (MCDA) conference
- Selected and presented the Conservation Family Award to Herb and Shirley Watson, who own and manage a potato/hog farm in the Treherne area
- Helped out at the Manitoba Envirothon and sponsored the participation of the Fairholm Colony

Administration / Assets

- Office cleaning, office supplies, utilities, phone, Internet and some staff salaries
- Computer

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner	**Funding**
Manitoba Water Stewardship – Integrated Watershed Management Plan (IWMP) grant	$ 25,000
Manitoba Water Stewardship – Water Resources branch	$ 4,898
Fisheries Enhancement Fund (FEF)	$ 25,000
Sustainable Development Innovations Fund (SDIF)	$ 10,240
Department of Fisheries and Oceans (DFO)	$ 11,000
Manitoba Habitat Heritage Corporation	$ 137
Agriculture and Agri-Food Canada (AAFC) – Equivalent Agri-Environment Plan (EAEP) grant	$ 20,244
Shell Canada	$ 2,500
Manitoba Recreational Trails Association	$ 1,500
Hometown Green Team	$ 2,312
Human Resources Development Canada (HRDC)	$ 2,544
TOTAL	**$105,375**

Lake of the Prairies Conservation District

Introduction

The Lake of the Prairies Conservation District (LPCD) was established in 2001. The LPCD is bordered by Duck Mountain Provincial Park to the north, Riding Mountain National Park to the east, Saskatchewan to the west and the Village of Binscarth to the south. The LPCD covers an area of approximately 3,408 square kilometres.

The LPCD includes the rural municipalities of Russell, Shellmouth-Boulton, Shell River, and Silver Creek as well as the towns of Russell and Roblin and the village of Binscarth. It is comprised of six sub-districts and involves 39 sub-district members.

LAKE OF THE PRAIRIES CONSERVATION DISTRICT
BOARD MEMBERS 2006–2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Ron Turetsky	Shortdale
#79 Silver Creek	Sam Boryskiewich	Angusville
#91 Shell River	Wayne Buick	Roblin
#92A Assiniboine River North	Gary Buick	Roblin
#92B Assiniboine River South	Darryl Zentner	Russell
#92C Thunder Creek	Geordie Daneliuk	Russell
#94 Valley River	Rick Olding	Inglis
Provincial Appointee	Gene Nerbas	Shellmouth

Summary

The LPCD completed its fifth year of operation and continued to promote watershed and water quality concepts through its activities and programs. The LPCD continued with its integrated watershed management plan partnership with the Upper Assiniboine River CD and Little Saskatchewan River CD. The LPCD also expanded on partnerships with Manitoba Agriculture, Food and Rural Initiatives (MAFRI) and Agriculture and Agri-Food Canada (AAFC) through the introduction of Equivalent Agri-Environmental Plans for the Shell River and Upper Assiniboine River watersheds. In striving to improve the water quality within their watersheds, the LPCD continued to offer a variety of targeted incentive-based soil and water management and public education programs.

TOTAL EXPENDITURES 2006-2007

Activity	**Expenditure**
Management Planning	$ 78,943
Administration	$ 22,301
Capital Purchases	$ 16,092
Public Education	$ 36,191
Wildlife / Fisheries	$ 7,666
Forestry	$ 4,113
Soils	$ 22,779
Water	$ 42,884
Recreation / Tourism	$ 7,514
Miscellaneous	$ 2,869
TOTAL	**$ 241,352**

For further details see Auditor's Report, Appendix G

Watershed Planning

- Participated in 10 watershed planning advisory team (WPAT) meetings
- Initiated work on a state of the watershed report for the Shell River and the Upper Assiniboine River watersheds
- Delivered Equivalent Agri-Environmental Plans for the Shell River and Upper Assiniboine River watersheds in partnership with Manitoba Agriculture, Food and Rural Initiatives (MAFRI), Prairie Farm Rehabilitation Administration (PFRA), and the Upper Assiniboine River Conservation District

Water Management

- Sealed six abandoned wells
- Assisted with five off-site watering systems
- Installed a trial off-site watering system at two sites
- Completed two creek rehabilitation projects
- Assisted four landowners with the installation of over 13 kilometers of pasture pipelines
- Assisted two landowners with installation of riparian fencing
- In partnership with funding from Ducks Unlimited Canada, delivered the saline seed program to one landowner and seeding of 10 hectares of problem saline areas to permanent cover
- Completed one streambank stabilization project

Soil Conservation

- Provided forage establishment assistance to nine landowners for a total of 228 hectares
- Provided winter cereal establishment assistance to six landowners for a total of 176 hectares
- Provided zero-till incentive assistance for three landowners for a total of 174 hectares
- Constructed one grassed waterway
- Subsidized one landowner for soil testing costs as part of a winter site management project
- Seeded one ditch erosion control project

Public Education

- Held annual watershed poster and watershed display competition within district public schools (winners of the watershed display competition, Morgan Koss, Tomina Jackson and Kitty Marshall went on to win the Provincial competition held at the Manitoba Conservation Districts Association (MCDA) convention)
- Developed a full-colour information sheet for the Recreation Shoreline Stewardship Program on reducing recreation impacts on water quality
- Hosted two field trips for local public school students
- Completed in-school presentations on a variety of subjects
- Ran three summer Eco-Camps for students in grades three to six
- Revamped and expanded the LPCD website (www.lpcd.mb.ca)
- Relocated the wetlands classroom to a wetland east of Russell on the Trans Canada Trail
- Recognized the family of Perry and Karen Koss with the annual Conservation Family Award
- Provided six articles to the Russell Banner and Roblin Review with topics including: LPCD activities update, integrated watershed management planning, Eco-Camps and the grand opening of the Inglis Marsh Boardwalk and Interpretive Trail

Wildlife / Fisheries

- Installed four beaver pond levelers involving two landowners
- Completed a marsh boardwalk and interpretive trail at Inglis and held a grand opening ceremony in August

Forestry

- Assisted with two community reforestation sites
- Hosted an education seminar on woodlot management

Recreation / Tourism

- Participated in a technical advisory capacity for the Assiniboine Development Corridor
- Promoted the Inglis Marsh Boardwalk and Interpretive Trail

Administration

- Utilities, phone, Internet, rent and some staff salaries and expenses

Assets

- Computer, survey equipment, trough-trailer off-site watering system

External Funding

TOTAL EXTERNAL FUNDING 2006–2007

Program/Partner	Funding
Manitoba Water Stewardship – Interated Watershed Management Plan grant	$ 2,358
Shell Environmental Fund	$ 800
Eco Canada	$ 5,123
PFRA – AAFC	$ 36,985
Manitoba Habitat Heritage Corporation	$ 217
Ducks Unlimited Canada	$ 900
Hometown Green Team	$ 2,312
Community Places / Main Streets	$ 6,000
TOTAL	**$ 54,695**

Little Saskatchewan River Conservation District

Introduction

The Little Saskatchewan River Conservation District (LSRCD) was formed in 1999 as the 11th conservation district in Manitoba. Encompassing four towns and all or part of ten rural municipalities, the LSRCD operates with six sub-districts, covers 4,200 square kilometers and includes approximately 10,500 residents.

The LSRCD takes in the majority of the Little Saskatchewan River watershed and part of the Oak River watershed, which are both part of the larger Assiniboine River basin. Some of the unique features of the LSRCD include: the prairie pothole landscape, significant slope, steep valley walls, and abundant wildlife.

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Roy Greer	Rivers
#72A – Upper Oak	Darrell Dinko	Elphinstone
#72B – Lower Oak	Rod Veitch	Rivers
#81A – Upper Central Little Saskatchewan	Ray Frey	Onanole
#81B – Lower Central Little Saskatchewan	Doug Dowsett	Minnedosa
#82A – Upper Little Saskatchewan	Phil Tyschinski	Sandy Lake
#82B – Lower Little Saskatchewan	Evan Smith	Rapid City

Summary

The LSRCD completed a good year of soil and water management programming and became involved in their first Integrated Watershed Management Plan in partnership with Upper Assiniboine River Conservation District and Lake of the Prairies Conservation District. In addition, the LSRCD maintained successful working relationships with Prairie Farm Rehabilitation Administration (PFRA), Ducks Unlimited Canada, Delta Waterfowl, local schools and community organizations.

TOTAL EXPENDITURES 2006-2007

Activity	Expenditure
Water Management	$ 54,715
Soil Conservation	171,556
Watershed Planning	18,446
Wildlife / Fisheries	10,359
Public Education	71,540
Forestry	9,002
Assets	30,333
Administration	32,733
TOTAL	**$ 398,684**

For further details see Auditor's Report, Appendix H

Water Management

- Repaired five grassed waterways and small dams as a result of damages from 2005
- Coordinated a well water testing day which resulted in 222 samples submitted for analysis to help residents better understand the importance of source water protection
- Installed three kilometers of pasture pipeline
- Shared comments with provincial departments regarding nutrient management and drainage
- Worked with Manitoba Water Stewardship to conduct an in-stream flow evaluation for the Little Saskatchewan River

Soil Conservation

- Partnered with Ducks Unlimited Canada to deliver a forage seed assistance program resulting in the seeding of 1,982 hectares
- Assisted in seeding 213 hectares of marginal land through the Seed Drill program
- Partnered with Ducks Unlimited Canada to provide six landowners with salinity seed
- Assisted four landowners to protect soils from damage by livestock through the Pasture Improvement program

Watershed Planning

- Assisted with the development of a Memorandum of Understanding (MOU) establishing the Water Planning Authorities for the Little Saskatchewan River, Arrow/Oak River, Assiniboine West-Birdtail River, and Shell River watersheds

Wildlife / Fisheries

- Installed three beaver pond levelers

Public Education

- Partnered on a tree planting project with the town of Minnedosa, First Minnedosa Scouts and Tanner's Crossing School
- Involved a class at the Rivers Collegiate in the Classrooms and Creeks program where students analyzed samples from the Broughton's Creek watershed and were given a lesson on the relationship between water quality and riparian health
- Recognized the family of Doug and Karen Northam of Rapid City with the LSRCD annual Conservation Family Award
- Created a float and participated in the Strathclair and Rivers Agricultural Society Fair parades
- Maintained an open line of communication between local municipal councils and the LSRCD through invitations to various meetings and events

Forestry

- Involved nine landowners in the Woodlots for Healthy Watersheds pilot program

Assets

- Floating water pump and computer equipment
- Agreed upon building a new office building in 2007-08

Administration

- Office operation expenses including supplies, rental, utilities, and professional fees
- Staffing changes included a new district manager being hired and the secondment of the GIS technician to the ALUS project, becoming the ALUS project manager

Mid Assiniboine River Conservation District

Introduction

Mid Assiniboine River Conservation District (MARCD) was formed in 2002 in partnership with the rural municipalities of Elton, Cornwallis and Whitehead. The district is 1,546 square kilometres in size and includes the Willow Creek and Little Souris River, both of which flow into the Assiniboine River. The topography is varied and soils range from Stockton sands to Assiniboine clays. MARCD is divided into three sub-districts to focus program planning and delivery.

MID ASSINIBOINE RIVER CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Wes Williamson	Alexander
98A - Little Souris A	Emil Egert	Brandon
98A - Little Souris A	Joe Slawinsky	Brandon
98B - Little Souris B	Gord Hansen	Brandon
98B - Little Souris B	Kurt Wasserburg	Shilo
99A - Willow Creek	Harvey Paterson	Forrest
99A - Willow Creek	Ross Farley	Douglas

Summary

The MARCD continued its efforts to increase awareness and participation in soil and water conservation programming in 2006-2007. Several public education and extension initiatives were held throughout the MARCD, such as the CD-supported grazing club. The MARCD assisted numerous landowners with the Environmental Farm Planning (EFP) process and also participated in two equivalent farm planning initiatives. Merger activities continued throughout the year with numerous meetings held with Tiger Hills Conservation District. Currently the merger also includes expansion into several new municipalities and towns within the central Assiniboine watershed.

TOTAL EXPENDITURES 2006-2007

Activity		Expenditure
Watershed Planning		$ 23,578
Water Management		$ 26,792
Soil Conservation		$ 38,598
Wildlife / Fisheries		$ 10,528
Public Education		$ 33,433
Drain Infrastructure		$ 2,349
Forestry		$ 3,760
Administration		$ 15,339
Assets		$ 12,555
	TOTAL	$ 166,932

For further details see Auditors Report, Appendix I.

Water Management

- Assisted with numerous individual EFPs
- Water rights licences reviewed and acted on according to available Integrated Watershed Management Plans information
- Partnered with Assiniboine Delta Aquifer stakeholders, the Whitemud Watershed, La Salle Redboine and the Mid Assiniboine River conservation districts, to deliver meetings for Equivalent Agri-Environment Plan (EAEP)
- Sealed 11 abandoned wells
- Protected four riparian areas in partnership with EFP
- Rented the pipeline plow to three producers
- Assisted with the establishment of 10 water supply projects

Soil Conservation

- Distributed forage seed to eight producers to seed a total of 120 hectares
- Assisted one producer to sow 20 hectares of crop in the fall
- Assisted two producers with 32 hectares of green manure crops
- Distributed saline tolerant forage
- Created 12 hectares of grassed waterways
- Initiated two mixed species grazing programs
- Assisted four producers with rotational grazing projects

Wildlife / Fisheries

- Assisted with four best management practice top-up projects

Public Education

- Held the Southwest Manitoba Water Festival
- Participated in a youth waterfowl hunt

- Held a poster and public speaking contest for Manitoba Conservation Districts Association convention
- Awarded Mel and Kathy Birmingham the annual Conservation Family Award
- Distributed the Watershed Currents newsletter
- Developed EFP recommendations
- Held a managing the waters edge, a manure composting and two holistic management workshops
- Participated in two Grazing Club tours
- Coordinated a Grazing Club presentation evening
- Distributed white spruce to the Rural Municipality of Elton

Administration

- Office operation, audit and legal fees, office supplies, bank charges, MCDA dues, board remuneration, staff training and education, and a portion of staff wages

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner		**Funding**
Hometown Green Team		$ 2,271
Miscellaneous income		$ 378
	TOTAL	**$ 2,649**

Pembina Valley Conservation District

Introduction

The Pembina Valley Conservation District (PVCD), incorporated in October 1989, covers 5,164 square kilometres of southern Manitoba. The PVCD shares a boundary with North Dakota and its principal landscape features include the Pembina Valley, the Manitoba Escarpment, the Tiger Hills, the Cypress River Valley, and part of the Red River Valley.

The PVCD is a partnership between the 16,650 residents of the six rural municipalities, two towns and two villages that make up the district. There are eight sub-districts, representing sub-watersheds within the district. The strength of this partnership lies in the grassroots approach and strong support from Manitoba Water Stewardship and other departments and external agencies.

PEMBINA VALLEY CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Don Alexander	Miami
Boundary Area	Rob Harms	Snowflake
Lizard Lake	Murray Seymour	Darlingford
Swan Lake	Larry Van Cauwenberghe	Swan Lake
Tiger Hills	Gerry DeSmet	Cypress River
Pembina Escarpment	George Jackson	Miami
Crystal/Cypress	Brian Charles	Cartwright
Badger Creek	Robert McElroy	Cartwright
Dead Horse	Ken McElroy	Darlingford

Summary

In 2006-2007 the PVCD program prioritized enhancing partnerships, offering fundamental soil and water management programs, and working with landowners to encourage conservation practices. Resources were targeted towards water quality protection and include: water testing, shock chlorination, well assessment and abandoned well filling. The Board embarked on a number of watershed planning efforts, including creating multipurpose water retention areas, gully stabilization and grassed waterway projects.

The PVCD completed several projects with funding from the Equivalent Agri-Environmental Plan (EAEP) through Agriculture and Agri-Food Canada and Manitoba Agriculture, Food and Rural Initiatives (MAFRI). Funding assistance was also received through the EAEP program for a technician to work on implementation. The PVCD entered into many successful partnerships in addition to the provincial grant funding received from Manitoba Water Stewardship, and include: Ducks Unlimited Canada, Manitoba Conservation, Manitoba Hydro, MAFRI, Manitoba Habitat Heritage Corporation, and Natural Resources Canada.

TOTAL EXPENDITURES 2006-2007

Activity		Expenditure
Water Management		$ 489,074
Watershed Planning		$ 60,491
Soil Conservation		$ 18,273
Public Education		$ 40,835
Wildlife Fisheries		$ 22,486
Administration		$ 43,595
Other		$ 12,973
	TOTAL	**$ 687,727**

For further details, please refer to Auditor's Report, Appendix J.

Water Management

- Implemented a small dam program
- Constructed 36 backflood, stabilization and water retention projects
- Sealed 54 abandoned wells
- Shocked six wells and completed a well assessment on each well
- Conducted private well water testing on 164 samples

Watershed Planning

- Developed and implemented several planning efforts including initiatives in: the Coleman Watershed, Goudney Reservoir, Pembina River Basin, Assiniboine Delta Aquifer, Stephenfield Lake, Stoney Creek, Tobacco Creek, Winkler Aquifer, Red River Basin and Lizard Lake.

Soil Conservation

- Provided forage seed assistance to 16 co-operators with a total of 569 hectares sown to permanent cover
- Completed one gully stabilization project
- Established and maintained four grassed waterways
- Completed two streambank stabilization projects
- Installed a check-strip forage plot demonstrating different varieties of native grasses

Public Education

- PVCD information is passed on to the community through the local newspapers and newsletters that highlight district activities
- The board sponsored Ducks Unlimited Canada's On the Go program for 10 local schools, and sponsored a Project Wet workshop at Nellie McClung Collegiate for all the teachers within the Prairie Spirit School Division. Several educational sessions were delivered in and out of the classroom
- The PVCD Envirothon Club, which is made up of local high school youth, was supported by the board and provided a fun environmental education opportunity.
- Several school groups used the 13 hectare Binney Corner Nature Preserve site located in the district for education, recreation and nature appreciation activities
- Shayne and Cara Kinley of Cartwright were chosen as the Conservation Family
- The PVCD youth speaker was Nolan Giesbrecht of Garden Valley Collegiate
- Held six grade eight water related tours
- Sponsored a holistic management workshop to provide information to area producers
- Sponsored four grazing management and riparian management events for producers
- Held six grade 11 riparian and watershed planning related tours

Wildlife / Fisheries

- Partnered with Manitoba Hydro's Forest Enhancement program to purchase 470 trees for planting in nine local community parks and public areas
- Partnered with Manitoba Habitat Heritage Corporation and MAFRI to support six riparian workshops
- Partnered with Ducks Unlimited Canada to encourage 14 landowners to sow salinity seed for 103 hectares of permanent cover
- Partnered with Arocha Canada on an educational program highlighting the Pembina Valley as an important raptor migratory corridor. Arocha Canada conducts a yearly spring migratory bird count along with a public Hawk Day to promote this activity

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Partner/Program	**Funding**
Manitoba Hydro - Forest Enhancement Program	$ 9,500
Agriculture and Agri-Food Canada (EAFP)	$ 25,000
Science Technology Program (NRC)	$ 3,000
Land Owners - water testing, shocking, well filling	$ 11,065
Canada Employment – summer career placement	$ 2,968
Hometown Green Team	$ 5,831
Ducks Unlimited Canada	$ 4,590
Manitoba Water Stewardship	$ 12,405
Lizard Lake Grazing Club	$ 317
Miscellaneous Office/Tours Etc.	$ 3,865
Rent revenue	$ 7,275
GIS Photo revenue	$ 536
Landowner contributions	$ 33,169
Special grant – RM of Roblin	$ 3,068
Inventory revenue	$ 9,235
Interest and investment	$ 7,070
TOTAL	**$138,894**

Seine-Rat River Conservation District

Introduction

The Seine-Rat River Conservation District (SRRCD) was established in January 2002 and received recognition in August 2005 as Manitoba's sixteenth conservation district. The SRRCD is bordered by Winnipeg to the north, Red River to the west, Sandilands Provincial Forest to the east, and the Roseau River watershed to the south. The SRRCD covers 1,815 square kilometers and includes approximately 28,000 residents.

The SRRCD includes all or part of the rural municipalities of La Broquerie, Ste. Anne, Hanover, De Salaberry, Ritchot, the Town of Ste. Anne, the Village of St. Pierre, and the City of Steinbach. It is comprised of six sub-districts and involves 38 sub-district members.

SEINE-RAT RIVER CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Cornie Goertzen	La Broquerie
#4 – Lower Rat River	Claude Gagne	St. Pierre
#5 – Marsh River	Alain Beaudry	Ste. Agathe
#6 – Tourond Creek	Paul Perreault	Hanover
#7 – Manning Canal	Sonny Peters	Hanover
#8 – Upper Seine River	Laurie Evans	Ste. Anne
#9 – Lower Seine River	Maurice Leclaire	Ritchot

Summary

The SRRCD has successfully involved new partners each year over the past four years. On April 1, 2007, the SRRCD will welcome the rural municipalities of Springfield, Taché, Reynolds and Stuartburn, and will continue to grow and involve more rural municipalities over the next few years.

The SRRCD offers soil and water management programs that complement its mandate. The programs offered have been tailored to the challenges of the area and will likely continue to be updated and improved each year. The top two priorities of the SRRCD continue to be effective surface water management and groundwater protection.

The SRRCD initiated its first Integrated Watershed Management Plan in January 2006, and has since completed a state of the watershed report and held the first round of public consultation meetings. The SRRCD is looking forward to completing the draft Integrated Watershed Management Plan by fall 2007.

TOTAL EXPENDITURES 2006-2007

Activity		**Expenditure**
Water Management		$ 169,950
Watershed Planning		$ 17,710
Soil Conservation		$ 870
Public Education		$ 85,410
Wildlife / Fisheries		$ 5,724
Administration		$ 67,289
Assets		$ 73,340
	TOTAL	**$ 420,293**

For further details see Auditor's Report, Appendix K.

Watershed Planning

- Compiled a state of the watershed report for the Seine River watershed
- Held six watershed planning advisory team (WPAT) meetings
- Held two public consultation meetings for the Integrated Watershed Management Plan (IWMP)

Water Management

- Sealed 27 abandoned wells
- Constructed nine water retention projects
- Partnered with Cooks Creek CD, three rural municipalities and Manitoba Water Stewardship to undertake road repairs and preventative maintenance work as part of a water retention strategy for the area
- Coordinated a well water testing program with 61 wells tested
- Conducted surface water testing on the Rat River and Joubert Creek at six sites, on twelve occasions
- Coordinated a flood protection study near the Village of St. Pierre-Jolys
- Completed three riparian fencing projects
- Completed two streambank stabilization projects
- Partnered on four drain maintenance projects
- Completed one erosion control project

Soil Conservation

- Established one grassed waterway
- Planted 250 trees at various project sites

Public Education

- Supported the Oak Hammock Marsh Interpretive Center's environmental education presentations in five elementary schools
- Maintained and improved the SRRCD website (www.srrcd.ca) used as a promotion and information transfer tool
- Created and mailed out SRRCD programs literature to all district residents
- Presented at an emergency response meeting held by the RM of Hanover
- Utilized ArcView geographic information system software to create custom maps and assist with project planning and decision-support
- Built upon successful relationships with local non-government organizations
- Contributed to the Manitoba Conservation Districts Association (MCDA) magazine
- Maintained a positive working relationship with the local media (radio stations and newspapers) through the advertisement and promotion of CD projects, issues and events
- Referred five producers to the Environmental Farm Planning (EFP) process
- Conducted eight field tours with sub-district members

Wildlife / Fisheries

- Completed three wildlife habitat enhancement projects
- Continued work at the Marchand Wilderness Park
- Held a beaver pond leveler workshop

Administration

- Staff salaries, expenses, office rent, phones, Internet and office supplies

Assets

- Printer/copier, phone system, two chainsaws, computer hardware, tools, 65 hectares of marshland (partnership with RM of Hanover), office furniture, a 16 metre storage trailer and a nine metre flat deck trailer

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner		Funding
Hometown Green Team		$ 2,320
Manitoba Water Stewardship – IWMP grant		$ 25,000
Rural municipalities – special projects		$ 20,500
Corporate donations		$ 14,000
	TOTAL	**$ 61,820**

Tiger Hills Conservation District

Introduction

Tiger Hills Conservation District (THCD) was formed in 2001 in partnership with the rural municipalities of Argyle, Glenwood, Strathcona, South Cypress and the Village of Glenboro. The THCD is 2,950 square kilometres in size and comprised of five sub-districts. The topography is varied and soils range from Stockton sands to Assiniboine clays.

TIGER HILLS CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	**CHAIRPERSON**	**ADDRESS**
Board Chairperson	Hugh Stephenson	Baldur
#68 - Elgin Creek	Doug Denning	Souris
#56 – Pelican / Rock Lake	Rob Stephenson	Killarney
#70A - Upper Oak	John Chambers	Belmont
#70B - Lower Oak	Rod Durham	Belmont
#99 - Central Assiniboine	Cam Hamilton	Glenboro

Summary

The THCD continued its efforts to increase awareness and participation in conservation programming in 2006-07. Soil and water conservation initiatives were priority programming areas. The THCD hosted successful public education and extension initiatives focussed on sustainable livestock management. Numerous external funding partnerships were developed to support wildlife, fisheries, community greening, and sustainable agriculture initiatives. Each sub-district developed programs and projects directed at specific issues within their boundaries. The board started to prioritize program funding and targeting applications to priority programs.

TOTAL EXPENDITURES 2006-2007

Activity		**Expenditure**
Program Management		$ 20,123
District Programs		$ 145,558
Watershed Planning		$ 5,198
Public Education		$ 44,342
	TOTAL	**$ 215,221**

For further details see Auditors Report, Appendix L.

Water Management

- Installed an in-stream stabilization structure
- Completed the Glenwood waterway
- Partnered with the Assiniboine Delta Aquifer ,Whitemud Watershed Conservation District, Little Saskatchewan River Conservation District, and Mid Assiniboine River Conservation District to deliver meetings for the Equivalent Agri-Environment Plan (EAEP) process
- Sealed six abandoned wells
- Shock chlorinated six wells
- Installed 125 metres of pasture pipeline
- Installed one off-site watering system

Soil Conservation

- Completed a salinity solutions demonstration project
- Continued with an aspen encroachment study
- Planted 4 kilometres of shelterbelts in partnership with WWCD
- Continued with the Molehill leveling program
- Provided forage seed to cover 166 hectares
- Assisted with the planting of 603 hectares of fall sown crops
- Distributed saline tolerant forages in partnership with Ducks Unlimited Canada
- Installed one grassed waterway
- Completed one erosion control project
- Continued to manage and improve the Belmont Fruit Tree Forest

Wildlife / Fisheries

- Continued with the riparian and fish habitat assessment through the Tri-Lakes Development Group
- Installed three beaver deceivers
- Installed beaver management cages in a treed area in Central Assiniboine sub-district

Public Education

- Sponsored the Oak Hammock Marsh Interpretive Centre to make environmental education presentations at local schools
- Assisted with the Southwest Manitoba Water Festival
- Awarded Harry and Shirley Mooney the annual Conservation Family Award
- Held the Rock Lake Ice Fishing and Extension Day
- Held a poster contest and public speaking event for the Manitoba Conservation District Association (MCDA) Convention
- Organized the Greener Pasture Grazing Club
- Distributed the Water Currents newsletter
- Held the Rock Lake Shoreline Stabilization Field Day
- Made Environmental Farm Plan recommendations to area producers
- Partnered with the Pembina Valley CD, Manitoba Agriculture Food and Rural Initiatives (MAFRI) and Prairie Farm Rehabilitation Administration (PFRA) to create three videos highlighting winter livestock Best Management Practices (BMP)
- Submitted case studies to Sustainable Livestock Management magazine to promote a video series to be

distributed in summer of 2007 in partnership with Manitoba Agriculture, Food and Rural Initiatives and Prairie Farm Rehabilitation Administration

- Created a walking path in Baldur in partnership with economic development officer

Administration

- Office operation, audit and legal fees, office supplies, bank charges, MCDA dues, board remuneration, staff training and education, and 10 per cent administrator wages

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner	**Funding**
Landowner contributions	$ 2,757
RM partner contributions	$ 6,492
Greencover / MCDA	$ 30,805
Sustainable Development Innovations Fund	$ 1,700
Career Focus	$ 800
Fisheries Enhancement Fund	$ 4,649
Covering New Ground	$ 5,000
Hometown Green Team	$ 2,312
Energy, Science and Technology	$ 800
Manitoba Agriculture, Food and Rural Initiatives / Greencover	$ 9,961
Canadian Wildlife Federation	$ 318
RM of Argyle	$ 500
Town of Souris	$ 200
Green Pastures Grazing Club memberships	$ 700
TOTAL	**$ 66,994**

Turtle Mountain Conservation District

Introduction

The Turtle Mountain Conservation District (TMCD) was established in 1973. It covers an area of 4,518 square kilometres in the southwest corner of Manitoba along the international boundary. The TMCD is bounded on the south by the Turtle Mountain uplands, on the east by the headwaters of the Pembina river system and Pelican Lake and on the west by the historic Souris River. The TMCD is a unique mix of glacial uplands surrounded by a flat intensively farmed till plain. Several intermittent streams, small lakes and potholes characterize the landscape. The upland areas include native mixed grass prairie and deciduous woodlots, while annual cropping predominantly influences the plains. Located in the center of the district is Whitewater Lake; a large wetland area known throughout North America for its natural biodiversity and importance for migratory birds. This mix of topography and natural resources gives rise to many of the activities and programs of the TMCD.

Members of the TMCD include the rural municipalities of Arthur, Brenda, Cameron, Morton, Turtle Mountain-Killarney and Winchester and the towns of Boissevain, Deloraine, and the Village of Waskada. The area represented by these municipalities is further divided into six watershed sub-districts.

TURTLE MOUNTAIN CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	**CHAIRPERSON**	**ADDRESS**
Board Chairperson	Richard Sexton	Deloraine
#58 – Wakopa Creek	Myna Cryderman	Boissevain
#59 – Upper Pembina	Brian Hammond	Boissevain
#65 – Waskada Creek	Keith Hannah	Waskada
#66 – Medora Creek	Gord Weidenhamer	Deloraine
#67 – Chain Lakes	Murray Phillips	Hartney
#68 – Elgin Creek / Whitewater Lake	Greg More	Elgin
Provincial Appointee	Murray Combs	Deloraine

Summary

A key achievement in 2006-07 was completion and approval of the East Souris River Watershed Management Plan by the Minister of Water Stewardship. This was the first integrated watershed management plan in Manitoba recognized under the *Water Protection Act*.

Soil conservation programming is a priority of TMCD. Initiatives included forage seed incentives to restrict the spread of salinity, conservation easement programs to protect sensitive habitats, protecting abandoned farmyards and supporting completion of on-farm environmental plans.

Under the water management mandate the district initiated a surface water management plan, sealed 37 abandoned wells to protect groundwater, initiated the Waskada Creek maintenance program, analyzed 154 well water samples and initiated surface water quality monitoring on the Souris River.

The TMCD takes every opportunity to build partnerships to support wildlife habitat, education, fisheries, and historic heritage programming within its annual conservation programming.

TOTAL EXPENDITURES 2006-2007

Activity		Expenditures
Water Management		$ 276,847
Soil Conservation		$ 37,534
Wildlife / Fisheries		$ 55,638
Public Education		$ 120,056
Administration		$ 38,892
Assets		$ 51,204
	TOTAL	**$ 580,171**

For further details see Auditor's Report, Appendix M.

Water Management

- Printed the East Souris River Watershed Management Plan with assistance from the Eco-Action funding program (The plan was approved by the Minister of Water Stewardship in April 2007)
- Initiated a surface water management plan and included a culvert inventory, surveying of major creek systems and purchase of surveying equipment
- Surface water monitoring within the district included water sample collection for Manitoba Water Stewardship at two locations along the Souris River. Also implemented was a volunteer stream watch monitoring program of surface water sources for the Deloraine, Boissevain and Killarney town water supplies. Information collected from these monitoring sites will be used to develop an educational classroom presentation to be delivered to schools within the district
- Implementation of the East Souris River Equivalent Agri-Environmental Plan was carried out from November 6, 2006 to April 27, 2007. This program showed results as follows:
    - 16 individuals have their statement of completion – 23%
    - 19 individuals have been contacted but have no time to meet at present – 27%
    - 25 individuals have an Environmental Farm Plan (EFP) or are in the process – 36%
    - 10 individuals are not interested in the program – 14%
- Secured 50 hectares of native wetlands and uplands adjacent to Whitewater Lake through a new partnership with Ducks Unlimited Canada
- Sealed 37 abandoned wells
- Assisted two producers with off-site watering systems
- Received and delivered 154 well water samples as part of the well water testing program
- Provided financial assistance towards the Killarney Lake stabilization plan
- Continued implementation of a planned rotational grazing project at the Adair Dam property
- Assisted with one stone crossing
- Assisted with one portable windbreak
- Completed one grassed waterway and did maintenance at two established waterways
- Assisted with five various creek maintenance projects of which one was considered to be a major project, Waskada Creek
- Assisted with the construction of one small water storage project and the testing of soil for another. Maintenance was completed on 11 existing small water storage projects through funding from Manitoba Emergency Measures Organization
- TMCD property management was provided for the Strain property
- Drainage applications were received, reviewed and comments submitted as per board and/or sub-district recommendations
- Received, reviewed and submitted comments on 10 subdivision proposals, as per board and/or sub-district recommendations

Soil Conservation

- TMCD salinity seed program supplied seed to 48 landowners for 349 hectares of saline soil
- Partnered with Ducks Unlimited Canada's salinity seed program which supplied seed to 25 applicants for 162 hectares of saline soil
- Shelterbelt program established 1 kilometre of new trees with plastic mulch which included maintenance
- Assisted with the maintenance of the Boissevain Tree Nursery and replacement planting for the Deloraine community orchard

Wildlife / Fisheries

- TMCD property management was provided for the following: Poole, Lorna Smith, and Moncur properties
- The ongoing partnership between the district and the Manitoba Habitat Heritage Corporation signed six conservation agreements (239 hectares) to permanently secure native wetlands and uplands in the Turtle Mountains
- Provided aeration of the Derksen-Heide Dam near Boissevain
- Planting of willow bundles was completed the Canada Creek bank stabilization project
- An abandoned farmstead inventory was completed. A list of landowners with eligible farmsteads for this voluntary program was compiled. Recognition signs will be installed

Public Education

- Provided district project and program promotion through farm trade shows in Deloraine and Boissevain
- Created a cooperative Watershed Currents newsletter with Mid Assiniboine, Tiger Hills and West Souris River conservation districts
- Sponsored Conservation in the Classroom educational programs for five schools and two colonies
- Sponsored Ducks Unlimited Canada's Eco-Van Program for area schools
- Provided interpretive site promotion and maintenance for Metigoshe Natural Area, Newcomb's Hollow, and Whitewater Lake Wildlife Viewing Centre
- Continued with development the new TMCD website
- Helped develop the native grasses and wildflowers interpretive area within the International Peace Garden
- Organized an extended grazing season tour in partnership with the Boissevain-Deloraine-Minto Grazing Club
- Paid membership dues to Manitoba Conservation Districts Association (MCDA) and other various member groups such as Agriculture in the Classroom
- Assisted with the Annual Southwest Manitoba Water Festival, a joint effort with Mid Assiniboine, Tiger Hills and West Souris River conservation districts
- Delivered adult education workshops and open houses to promote various district programs and projects
- Conducted extension services to district residents such as office calls, site visits and office visits
- Organized the MCDA Convention youth speaker – Jeremy Groening
- Declared Todd and Julie Racher as the TMCD Conservation Family
- Hosted the TMCD annual banquet
- Ran advertisements in local weekly newspapers and participated in radio interviews.

Administration

- General office and warehouse operating costs such as office rent, supplies, photocopier, lease, insurance, utilities and maintenance costs

- A portion of staff salaries, expenses and employee benefits

Assets

- Purchased desktop and laptop computers, plotter (printer), surveying equipment, and various warehouse equipment tools
- Inventory lists for geotextile, grass seed and holeplug (bentonite)

Equipment Rentals

- Rented an ultra packer seeder for 285 hectares of coverage
- Rented a Tye sod seeder for 22 hectares of coverage
- Rented a pipeline plough for three applications
- Rented a remote watering system in the Chain lakes area for two applications
- Rented the TMCD water pump to nine applicants

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner	**Funding**
Environment Canada - Eco Action community funding program	$ 25,600.00
Manitoba Conservation - Sustainable Development Innovations Fund	$ 6,075.00
Manitoba Water Stewardship	$ 1,433.78
Manitoba Water Stewardship - Water Stewardship Fund	$ 28,300.00
Nature Canada's Important Bird Areas Program	$ 14,000.00
Agriculture and Agri-Food Canada	$ 20,744.29
Special Grants – RM of Arthur and Village of Waskada	$ 7,951.00
Manitoba Water Stewardship - Fisheries Enhancement Fund	$ 4,000.00
TD Friends of the Environment	$ 1,917.39
Education, Citizenship and Youth - Career Focus	$ 1,060.00
Education, Citizenship and Youth - Manitoba Hometown Green Team	$ 4,724.00
Ducks Unlimited Canada	$ 1,000.00
Important Bird Area	$ 238.73
Land Rental Revenue	$ 7,529.48
Miscellaneous office supplies, maps and annual supper	$ 1,274.00
Landowner contributions	$ 9,442.71
Interest and investment	$ 11,504.34
TOTAL	**$ 146,794.72**

Additional in-kind contributions were provided by: Manitoba Water Stewardship – Conservation Districts Program, Ducks Unlimited Canada, Manitoba Habitat Heritage Corporation, Manitoba Agriculture, Food and Rural Initiatives, Manitoba Conservation, Manitoba Intergovernmental Affairs and Trade, Environment Canada, Agriculture and Agri-Food Canada, Department of Fisheries and Oceans, Manitoba's Agro Woodlot Program, Manitoba Water Services Board, Manitoba Water Stewardship, Manitoba Hydro, Oak Hammock Marsh, St. John Ambulance, EMCO Ltd, Assiniboine Community College, Critical Wildlife Habitat and numerous other local organizations.

Turtle River Watershed Conservation District

Introduction

The Turtle River Watershed Conservation District (TRWCD) incorporated in 1975, includes approximately 235,000 hectares of land located between the Riding Mountain Escarpment and Lake Dauphin. The district boundaries are based on the entire watersheds of the Hansen Creek, Turtle River and Ochre River. The TRWCD is further divided into three sub-districts (sub-watersheds) that encompass all or part of the rural municipalities of Dauphin, Ochre River, Ste. Rose, Lawrence, Alonsa, McCreary, and Rosedale, as well the Town of Ste. Rose and the Village of McCreary.

TURTLE RIVER WATERSHED CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	**CHAIRPERSON**	**ADDRESS**
#44 - Upper Turtle River	Dave Smith	McCreary
#45 - Lower Turtle River	Paul Brunel	Ste. Rose
#46 - Ochre River	Joe Felix	Ochre River
Board Chairperson	Paul Brunel	Ste. Rose
Provincial Appointee	Denis Maguet	Ste. Rose

Summary

The TWCD continued to focus on key watershed issues including the maintenance of agricultural drainage systems and associated crossings.

In water management, the district maintained approximately 125 kilometres of agricultural drains through brushing, spraying, clean-outs and reconstruction. Two heavily eroded stretches of stream bank were stabilized. Forty-eight crossings received extensive repair and 10 crossings were replaced and/or reconstructed. Five abandoned wells were filled and sealed.

In the soils program, two sites were completed under the plastic mulch/shelterbelt program. One landowner participated in the riparian fencing program. Approximately 243 hectares of erosion prone agricultural land were seeded into forages and over 1,000 trees were planted to stabilize erosion prone stream banks. Four natural runs were reshaped into grassed waterways.

The public education and extension program honored the 2006 TRWCD Conservation Family Award recipient Ken and Jackie Thompson and Family of Double JK Thompson Farms.

TOTAL EXPENDITURES 2006-2007

Activity		Expenditure
Program Management		$ 44,204
Public Education		$ 30,916
Wildlife / Fisheries		$ 10,438
Soil Conservation		$ 20,223
Water Management		$ 392,003
Crossings		$ 109,055
Other		$ 47,357
	TOTAL	**$ 654,196**

For further details see Auditor's Report, Appendix N

Water Management

- Reconstructed three 805 metre stretches of natural runs into grassed waterways
- Sealed five abandoned wells

Drain Maintenance

- Completed 20 reconstruction projects
- Completed 30 minor cleanout projects
- Continued to finalize numerous outstanding rights-of-way issues that included payments for land acquisition, processing fees, legal fees, landowner tax repayments, and interest which has been compounding annually for several years
- Sprayed 64 kilometres of drains
- Mechanically brushed 56 kilometres of drains
- Twenty-two locations received minor repairs due to spring runoff and rains

Soil Conservation

- Two plastic 1,800 metre mulch sites were addressed
- Completed two kilometres of riparian fencing
- Twenty-two landowners participated in the forage seed assistance program and seeded down approximately 243 hectares of erosion-prone land

Crossings

- Replacements and maintenance of crossings is a significant part of the management of the districts drainage waterway infrastructure program
- Completed minor repairs (planking, gravel, railings, etc.) to 48 crossings
- Upgraded or replaced 10 crossings

Multiple Resource Projects/Recreation

- The TRWCD conserves and maintains 971 hectares of multi-resource land. The TRWCD is investigating ways to make this multi-resource land more accessible to local residents of the area.

Wildlife / Fisheries

- To date, approximately 540 hectares of wildlife habitat have been co-operatively set aside
- The district once again continued a trout-stocking program in two local ponds in the rural municipalities of Ste. Rose and McCreary. In the past five years, the district has stocked over 5,000 fish
- The district started trail development into the alluvial fan on district-owned property

Public Education

- Named the TRWCD Conservation Family for 2006 as Ken and Jackie Thompson and Family of Double JK Thompson Farms of the Ochre River area
- Actively participated in National Soil Conservation Week where 10 posters and presentations were completed
- Sponsored the Farm Safety Camp
- Participated in science fair competition and judging
- Created the TRWCD website
- Planted over 1,000 trees
- Sponsored three local schools to participate in Ducks Unlimited Canada's Eco-Van Program

Administration and Program Support

Administrative costs include: staff salaries and expenses, board and sub-district member remuneration (19 members), rent, and office operation costs. The district office staff is maintained by two full-time, and two part-time project consultants and one part time surveyor. The TRWCD also employs three full-time seasonal work crews and with the assistance of the Summer Career Placement Program and the Hometown Green Team Program, two summer students are hired to assist with many district initiatives.

Upper Assiniboine River Conservation District

Introduction

The Upper Assiniboine River Conservation District (UARCD) was established in 1996. The UARCD is bordered by Riding Mountain National Park to the north, Gopher Creek to the south, the province of Saskatchewan to the west, and the Town of Shoal Lake to the east. The UARCD covers an area of approximately 6,722 square kilometres.

The UARCD includes the rural municipalities of Rossburn, Ellice, Birtle, Shoal Lake, Archie, Miniota, Hamiota, Wallace, and Woodworth, towns of Rossburn, Birtle and Shoal Lake, and the villages of Hamiota, St. Lazare and Elkhorn. The UARCD is divided into 11 sub-districts and involves 62 sub-district members.

UPPER ASSINIBOINE RIVER CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Leonard Sitko	Oakburn
#72 Upper Oak River	Johnny Michasiw	Shoal Lake
#73 Lower Oak River	Todd Brown	Hamiota
#73A Lower Assiniboine River	Robert Alexander	Lenore
#75 Boshill Creek	Bill McQuaker	Virden
#74 Minnewasta Creek	Rusty Still	Isabella
#74A Arrow River	Theresa Michalchuk	Shoal Lake
#77 Birdtail River	Ron Kostesky	Rossburn
#78 Snake Creek	Bill Stewart	Foxwarren
#78A Wythes Niso	Tom Judd	Miniota
#78B Qu'Appelle River	Guy Huberdeau	St. Lazare
#78C Brennand / Scissor Creek	Robbie Craig	McAuley

Summary

The UARCD continues to build new relationships and strengthen existing partnerships. The launch of the Integrated Watershed Management Planning (IWMP) initiative has encouraged more discussions and involvement with planning districts and local economic development groups. The UARCD is evolving to become a voice for landowners and stakeholders as the environment becomes an ever-increasing topic of discussion. Involvement in the Equivalent Agri-Environmental Plan (EAEP) process has also boosted interest in environmentally sound projects and will have a positive impact in the upcoming years.

TOTAL EXPENDITURES 2006-2007

Activity		Expenditure
Watershed Planning		$ 50,378
Water Management		$ 166,710
Soil Conservation		$ 60,565
Public Education		$ 114,937
Wildlife / Fisheries		$ 24
Administration		$ 35,191
Board Truck		$ 4,497
Assets		$ 5,504
	TOTAL	**$ 437,806**

For further details see Auditor's Report, Appendix O.

Watershed Planning

- Initiated Integrated Watershed Management Plans (IWMP) for four watersheds in partnership with Little Saskatchewan River Conservation District and Lake of the Prairies Conservation District
- Participated in the Equivalent Agri-Environmental Plan (EAEP) process to provide additional best management practice (BMP) incentive money to local landowners

Water Management

- Sealed 65 abandoned wells
- Assisted with 18 off-site watering projects, and used demonstration systems at 11 livestock facilities
- Constructed two back-flood projects
- Constructed six new livestock crossings
- Assisted 18 landowners with the installation of over 18 kilometres of pasture pipeline to provide remote water for a variety of applications
- Completed eight stream bank stabilization and gully erosion projects
- Assisted Manitoba Water Stewardship – Water Quality Management branch with surface water sampling
- Involved 127 landowners in water management related projects

Soil Conservation

- Completed 16 rotational grazing projects
- Completed 10 riparian fencing projects
- Partnered with Ducks Unlimited Canada who provided funding to deliver the saline seed program to 15 landowners resulting in the seeding of 59 hectares of problem saline areas to permanent cover
- Assisted 27 landowners with the establishment of approximately 300 hectares of forages through the forage seed program
- Assisted 14 landowners with the design and planting of over 15 kilometres of shelterbelts
- Involved 82 landowners in soil conservation related projects

Public Education

- Partnered with Manitoba Hydro to provide Conservation in the Classroom, a tree planting education seminar for all local school students
- Facilitated over 15 educational days and set up the UARCD display at several local fairs
- Recognized Doug and Carol Turnbull and family of Grip Fast Farms for the Conservation Family Award
- Held two abandoned well sealing demonstration days
- Published and distributed a UARCD newsletter
- Held a youth speaking competition with the local schools
- Submitted eight resource management promotion articles for the local and provincial newspapers
- Assisted with the Eco-Science camp program developed to increase awareness of the natural processes at work in the Riding Mountain National Park
- Established 30 best management practice (BMP) monitoring sites to increase awareness of land use change and management impacts
- Involved six schools in riparian tree planting events to increase awareness of water quality, healthy waterways and riparian areas
- Assisted local producer groups in promoting and facilitating workshops and tours
- Hosted a soils workshop in partnership with Manitoba Agriculture Food and Rural Initiatives (MAFRI)

Wildlife / Fisheries

- Continued partnerships with Ducks Unlimited Canada and the Delta Waterfowl Foundation
- Maintained a good working relationship with the Hamiota Conservation Authority to establish a conservation corridor program in the Rural Municipality of Hamiota in association with their recreational trail development project
- Continued to promote the wildlife habitat protection programs offered through Manitoba Habitat Heritage Corporation and Ducks Unlimited Canada

Administration

- Staff salaries and expenses, some remuneration for board and sub-district members, office rent, phones, Internet, office operation expenses and supplies

Assets

- Purchased a computer and a five metre long flat deck trailer

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner		**Funding**
Ducks Unlimited Canada		$ 2,460
Manitoba Water Stewardship – IWMP grant		$ 34,419
Shell Canada		$ 1,600
Intergovernmental Affairs		$ 5,000
Agricultural Sustainability Initiative (Covering New Ground)		$ 14,200
Greencover Canada		$ 12,500
Manitoba Conservation – Fisheries Branch		$ 8,050
Hometown Green Team		$ 6,936
Manitoba Hydro – Forest Enhancement Fund		$ 3,314
TD Friends of the Environment		$ 4,700
	TOTAL	**$ 93,179**

West Souris River Conservation District

Introduction

The West Souris River Conservation District (WSRCD) was incorporated as Manitoba's seventh conservation district on January 1, 1995. It included the rural municipalities of Albert, Edward, Pipestone and Sifton. The Rural Municipality of Cameron joined the CD in April, 1999. A second expansion in April, 2002 brought part of the Rural Municipality of Wallace into the district. Boundary alignment with the Turtle Mountain Conservation District (TMCD) in 2004 saw the Souris River utilized as the boundary between the two districts. The WSRCD is comprised of six sub-districts and covers approximately 4,208 square kilometres of southwestern Manitoba.

WEST SOURIS RIVER CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	CHAIRPERSON	ADDRESS
Board Chairperson	Gregg Fotheringham	Reston
Board Chairperson	Lloyd Atchison	Pipestone
#98 - North Pipestone/Sifton	Richard Thiry	Oak Lake
#62 - Pipestone/Plum Creek	Alex Grieve	Virden
#63 - Stony Creek	Lloyd Atchison	Pipestone
#63 - Stony Creek	Wilson Davis	Pipestone
#64 - Jackson/Graham Creek	Perry Hendry	Pierson
#65 - Gainsborough/South Antler	Tim McMechan	Lyleton
#67 - Central Souris River	Gordon White	Hartney
Provincial Appointee	David Dickson	Broomhill

Summary

Gregg Fotheringham stepped down as chairperson of the WSRCD Board after serving for 12 years. Lloyd Atchison now sits as chairperson. The vacancy within the provincial appointee position was filled by David Dickson.

The WSRCD continued to deliver strong watershed-based programs through a variety of new partnerships and innovative projects such as the Oak Lake Aquifer Equivalent Agri-Environmental Plan (EAEP). Seismic reflection research comprises part of the district's ongoing groundwater exploration.

The WSRCD public education programs and youth initiatives received a great boost through a partnership with Tundra Oil and Gas partnership and the Richardson Foundation which will provide $25,000 annually.

TOTAL EXPENDITURES 2006-2007

Activity		Expenditures
Water Management		$ 110,349
Watershed Planning		$ 75,912
Soil Conservation		$ 59,422
Public Education		$ 76,755
Administration		$ 31,379
Assets		$ 26,395
	TOTAL	**$ 380,212**

For further details see Auditor's Report, Appendix P.

Water Management

- Reviewed and commented on 10 drainage applications
- Assisted Manitoba Water Stewardship with mowing of five kilometres of drains
- Completed the annual surface water testing program on eight streams
- Continued to promote annual testing of private water sources
- Administered the Oak Lake Aquifer Equivalent Agri Environmental Plan (EAEP)
- Assisted 81 producers at EAEP workshops, of which 44 have completed on-farm action plans
- Sealed eight abandoned wells
- Provided assistance for five off-site watering systems
- Assisted with the establishment of six new water wells
- Assumed responsibility for dugout pumping equipment from Manitoba Water Services Board and assisted four landowners in fall pumping operations
- Partnered with Geological Survey of Canada, Manitoba Water Stewardship, Prairie Farm Rehabilitation Administration and the Turtle Mountain Conservation District to study the effectiveness of seismic reflection methods in the exploration and determination of groundwater in deep buried valleys
- Completed three riparian fencing projects covering seven kilometres along the Pipestone Creek through a grant received from the Fisheries Enhancement Fund
- Completed two bank stabilization projects
- Removed dead elms from along the banks, and log jams from within Pipestone Creek
- Cooperated with the Department of Fisheries and Oceans (DFO) on a habitat bank agreement
- Continued habitat program partnerships with Manitoba Habitat Heritage Corporation, Critical Wildlife Habitat Program and Ducks Unlimited Canada

Soil Conservation

- Assisted 16 producers to sow 690 hectares of saline soil areas through the salinity seed program funded in part by Ducks Unlimited Canada
- Planted 11 kilometres of field and yard shelterbelts

Public Education

- Co-sponsored the 2nd Annual Southwest Manitoba Water Festival
- Held the annual banquet in Melita with 120 residents in attendance
- Distributed the 2nd Annual Watershed Currents newsletter to district residents
- Presented the annual Conservation Family Award to the Atchison Family of Poplar View Stock Farm
- Assisted with a Clean Stream Team Project with the Hartney School to initiate a riparian project along the Souris River
- Submitted newspaper articles to the Virden Empire Advance, Melita New Era, Reston Recorder, Oak Lake Town and Country News, and Souris Plaindealer
- Distributed 5,000 WSRCD program placemats to restaurants and community halls throughout the district
- Partnered with the town of Melita and Souris Glenwood Area Foundation towards the printing and distribution of 1,000 Oak Lake Aquifer Management Plans and 20,000 informational placemats throughout the aquifer area
- Delivered the Oak Lake Aquifer EAEP to increase awareness of issues regarding the use and protection of the Oak Lake Aquifer
- Provided grants to local schools for the purchase of resource materials and field trips through the Classroom Conservation program
- Sponsored the Oak Hammock Marsh Interpretive Center to make environmental education presentations in local schools
- Participated in the 4-H Rally held at Oak Lake by involving members in aquatic studies
- Involved classes from Oak Lake and Hartney in aquatic studies and field trips
- Provided several guided tours for schools and other organizations on the Canupawakpa Nature Trail
- Received pledge of $100,000 over four years from Tundra Oil and Gas partnership for the new WSRCD Energizing Environmental Education Initiative

Administration

- Administrative costs included office staff salaries, board and sub-district remunerations, reimbursed expenses and office and shop operation costs
- Cole Turner replaced Chelsea Driedger as Resource Technician
- David Dickson joined the WSRCD Board as Provincial Appointee
- Gregg Fotheringham resigned his position as Board Chairman and was replaced by Lloyd Atchison
- Joan Raimbault was contracted as the coordinator for the Oak Lake Aquifer EAEP

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner	**Funding**
Ducks Unlimited Canada	$ 2,200
Fisheries Enhancement Fund	$ 24,350
Manitoba Infrastructure and Transportation	$ 3,800
Manitoba Habitat Heritage Corporation	$ 3,400
Critical Wildlife Habitat Program	$ 3,400
RM of Pipestone	$ 10,000
National Water Supply Expansion Program	$ 35,000
Agriculture and Agri-Food Canada	$ 15,800
Souris-Glenwood Foundation	$ 200
Town of Melita	$ 785
Tundra Oil and Gas Partnership	$ 25,000
TOTAL	**$ 123,935**

Additional in-kind and technical services were provided by Manitoba Water Services Board, Manitoba Crown Lands, Manitoba Agriculture and Food, Manitoba Conservation, Prairie Farm Rehabilitation Administration, Ducks Unlimited Canada, Manitoba Water Stewardship - Conservation Districts Program and Manitoba Agro-Woodlot Program.

Whitemud Watershed Conservation District

Introduction

The Whitemud Watershed Conservation District (WWCD), incorporated in March 1972, includes approximately 7,115 square kilometers extending from Carberry north to Kelwood, and from the Portage Diversion west toward Minnedosa.

The area includes portions of 15 municipalities and three towns. There are eight sub-districts, determined by the drainage basins of the major tributaries of the Whitemud River. There are 67 sub-district members who act in an advisory capacity to the main Board, with each committee chairperson sitting on the Board.

WHITEMUD WATERSHED CONSERVATION DISTRICT
BOARD MEMBERS 2006-2007

SUB-DISTRICT	**CHAIRPERSON**	**ADDRESS**
Board Chairperson	Robert Rodgers	MacGregor
#35 - Rat Creek	Tom Tunski / Barrie Braden	Rossendale / MacDonald
#36 - Westbourne Drain	Bill Wieler	MacGregor
#37 - Squirrel Creek	Minnie Parynuik	MacGregor
#38 - Pine Creek	Roy McConnell	Gladstone
#39 - Upper Whitemud	Wayne Csversko	Neepawa
#40 - Boggy Creek	Wes Pankratz	Minnedosa
#42 - Big Grass Marsh	Doug Popkes	Arden
#43 - Big Grass River	Danny Post	Waldersee
Provincial Appointee	Bud G. Johnson	Neepawa

Summary

The Whitemud Watershed Conservation District had a challenging year in 2006-07, beginning with a higher than average run-off and flooding within the district due in part to high soil moisture content and above average snow pack leading into spring.

The WWCD, despite conditions, was able to undertake an ambitious and aggressive infrastructure maintenance and soil and water conservation program.

TOTAL EXPENDITURES 2006-2007

Activity	**Expenditure**
Administration	
Program support and planning	$ 41,768
Office operation	53,093
Assets	
Infrastructure Reserve Account (0/100)	43,558
WWCD Legacy Program Reserve Fund	1,000
Office equipment	1,876
Conservation Reserve Fund	2,800
Public Education	67,569
Wildlife / Fisheries	19,938
Soil Conservation	92,946
Water Management	
Maintenance	43,657
CMRM Ltd	5,533
Drainage Management Project	26,164
Crossings	
Repairs	137,599
Replacements	48,136
PR and PTH Replacements	29,684
Infrastructure Reserve	44,143
Drain Infrastructure	
Maintenance	552,684
Surveys	5,060
TOTAL	**$ 1,217,208**

For further details see Auditor's Report, Appendix Q.

Water Management / Drain Infrastructure

- Reconstructed 19 grassed runways
- Repaired two shale traps
- Constructed one ring dyke
- Repaired o two gullies
- Completed one water retention project, repaired three dams and completed design for four potential water storage projects
- Sprayed 592 kilometres of drains
- Mowed 1,152 kilometres of drains
- Brushed eight kilometres of drains
- Minor cleanout/reconstruction of 27 drains – 24 kilometres in total – including: Charleton, Wolfe, Tomchuk, Bagot, Westbourne, Image, Baver, Lake 24, Jensen, Hugo, Gillespie, Pine Creek, Campbell, Spring Creek, Dead Lake, Watson, Crane, PFRA, Sollner, Pembrooke, PR567, Kelwood, Turko, Waldersee, Preisentanz, Pelican, and Kittner drains
- Utilized the Amphibex ice breaker

Crossing Infrastructure

- Repaired 36 large crossings
- Replaced 20 other crossings
- Repaired / replaced five PR/PTH crossings
- Placed local funds in Infrastructure Reserve to ensure local funds are available when numerous large, expensive crossings require replacement based on the 15 year plan

Soil Conservation

- Assisted in the establishment of 1,093 hectares of forage
- Planted 35 kilometres of shelterbelts
- Sealed five abandoned wells
- Completed three pasture management systems

Public Education

- Involved 240 grade five students in 11 area schools and 19 Hutterite colonies in the Johnny Appleseed program
- Sponsored one school and one Scout planting
- Sponsored Oak Hammock Marsh Interpretive Centre presentations at six schools and six colonies
- Awarded Allen and Linda Davidson the annual Conservation Family Award
- Produced two new WWCD placemats and distributed 15,000 of them in the area
- Submitted numerous newspaper articles and appeared in print media 45 times
- Completed three special request field tours throughout the district
- Presented at seven environmental farm planning workshops and at four other events
- Co-hosted two workshops
- Purchased Conservation magazine subscriptions for 12 school libraries
- Held the 35th Annual Whitemud Curling Bonspiel
- Whitemud newsletter was distributed to all households in the district

Wildlife / Fisheries

- Initiated three riparian fencing projects through funding received from the Fisheries Enhancement Fund
- Replaced Conservation Corridor signs
- Updated the Wildlands project partners

Drainage Licensing

- Inspected numerous previously licensed and authorized works
- Facilitated 68 drainage licenses and maintenance files

Administration

- Rent, office operating costs and program support and planning

External Funding

TOTAL EXTERNAL FUNDING 2006-2007

Program/Partner		**Funding**
Hometown Green Team		$ 2,312
Fisheries Enhancement Fund		6,364
CMRM Ltd. Reserve Account		5,533
PR/PTH MOU		29,684
Infrastructure Reserve		44,143
Manitoba Water Stewardship (surveys-in-kind)		5,060
Farming for Tomorrow		2,138
	TOTAL	**$ 95,234**

ALONSA CONSERVATION DISTRICT NO. 3

FINANCIAL STATEMENTS

MARCH 31, 2007

ALONSA CONSERVATION DISTRICT NO. 3

MARCH 31, 2007

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THE EXCHANGE

AUDITORS' REPORT

To the Members of the Board
Alonsa Conservation District No. 3
Alonsa, Manitoba

We have audited the statement of financial position of Alonsa Conservation District No. 3 as at March 31, 2007 and the statements of changes in net assets, revenue and expenditures and cash flows for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at March 31, 2007 and the results of its operations and the changes in its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedule of Provincial Contributions presented by the District.

The Exchange

chartered accountants LLP

Winnipeg, Manitoba
July 9, 2007

ALONSA CONSERVATION DISTRICT NO. 3

STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash	$ 6,422	$ 53,802
Accounts receivable		
General	29,742	30,048
GST recoverable	13,626	2,595
Province of Manitoba, page 11	40,388	-
	90,178	86,445
CAPITAL ASSETS, notes 2 and 3	49,984	45,093
	$ 140,162	$ 131,538
LIABILITIES		
CURRENT		
Current portion of long term debt, note 4	$ 7,665	$ 7,665
Province of Manitoba, page 11	-	2,253
Unexpended grants, note 5	60,149	46,816
	67,814	56,734
EMERGENCY RESERVE	20,000	20,000
LONG TERM DEBT, note 4	22,354	30,019
	110,168	106,753
NET ASSETS		
INVESTED IN CAPITAL ASSETS	19,965	10,004
UNRESTRICTED	10,029	14,781
	29,994	24,785
	$ 140,162	$ 131,538

APPROVED BY THE BOARD:

Chairman

Danny North Member

ALONSA CONSERVATION DISTRICT NO. 3

STATEMENT OF CHANGES IN NET ASSETS
YEAR ENDED MARCH 31, 2007

	Invested in Capital Assets	Unrestricted	Total 2007	Total 2006
BALANCE, beginning of year	$ 10,004	$ 14,781	$ 24,785	$ 23,262
Excess of revenue over expenditures	(12,222)	17,431	5,209	1,523
Investment in capital assets	22,183	(22,183)	-	-
BALANCE, end of year	$ 19,965	$ 10,029	$ 29,994	$ 24,785

ALONSA CONSERVATION DISTRICT NO. 3

STATEMENT OF REVENUE AND EXPENDITURES
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Province of Manitoba allocated grant	$ 282,641	$ 235,152
Municipal grants	80,230	80,000
Farmer assistance revenue	36,964	17,216
Infrastructure Reserve	-	50,000
Grant revenue, page 8	15,426	30,544
Equipment rent revenue	11,400	-
Sundry	737	815
	427,398	413,727
EXPENDITURES		
Project expenditures, page 8	247,570	235,476
Board remuneration and expense	20,070	24,139
Other administration	33,688	28,477
Depreciation	12,222	2,865
MCDA dues	4,190	5,488
Soils	63,844	60,183
Public relations and education	10,220	15,467
Summer Career, Partners with Youth, and Green Team programs	17,250	24,014
Fisheries	13,135	17,732
Wildlife	-	9,143
GST recovered	-	(10,780)
	422,189	412,204
EXCESS OF REVENUE OVER EXPENDITURES	$ 5,209	$ 1,523

ALONSA CONSERVATION DISTRICT NO. 3

STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2007

	2007	2006
Cash flow from operations		
Cash received from provincial, municipal, and other grants	$ 324,626	$ 363,877
Cash received from other sources	49,405	36,858
Cash paid to projects, suppliers and employees	(392,295)	(411,934)
Cash flow from (used by) operations	(18,264)	(11,199)
Cash flow from financing activities		
Purchase of capital assets	(21,451)	(39,727)
Proceeds of long-term debt	-	38,323
Repayment of long-term debt	(7,665)	(639)
Cash flow from investing activities	(29,116)	(2,043)
DECREASE IN CASH	(47,380)	(13,242)
CASH - beginning of year	53,802	67,044
CASH - end of year	$ 6,422	$ 53,802

ALONSA CONSERVATION DISTRICT NO. 3

NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007

1. NATURE OF ORGANIZATION

The District was established in February 1978. Its mandate is to provide soil and water management decisions on resource conservation and environmental awareness for the area along the western shores of Lake Manitoba.

2. SIGNIFICANT ACCOUNTING POLICY

The financial statements of the District have been prepared in accordance with Canadian generally accepted accounting principles. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements for a period necessarily involves the use of estimates which have been made using careful judgement. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

(a) Depreciation

Depreciation on equipment is calculated on a straight-line basis at 15% and on the computer equipment at 25% per annum and prorated in the year of acquisition. Depreciation on the vehicle has been claimed at a rate of 20% straight-line and prorated in the year of acquisition.

(b) Revenue recognition

The Province of Manitoba grant is recognized as revenue when the related expenses are incurred. Any excess or shortfall is shown as accounts receivable or accounts payable.

Municipal grants are recognized as revenue when received.

Other grants are recognized as revenue when the related expenses are incurred. If the related expenses are not incurred by the end of the year, the grant is deferred to future periods and shown as unexpended grants.

Farmer assistance revenue is recognized when earned if the amount can be determined and collection is reasonably assured.

ALONSA CONSERVATION DISTRICT NO. 3

NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007

3 CAPITAL ASSETS

	Cost	Accumulated Depreciation	2007 Net Book Value	2006 Net Book Value
Equipment	$ 77,907	$ 61,321	$ 16,586	$ 5,918
Computer hardware	12,907	10,739	2,168	-
Vehicle	39,727	8,497	31,230	39,175
	$ 130,541	$ 80,557	$ 49,984	$ 45,093

4 LONG TERM DEBT

	2007	2006
Vehicle loan, non-interest bearing, repayable in monthly principal payments of $639. The loan matures on February 28, 2011 and is secured by the vehicle.	$ 30,019	$ 37,684
Less, current portion	7,665	7,665
	$ 22,354	$ 30,019

Principal repayment terms are approximately:

2008	$ 7,665
2009	7,665
2010	7,665
2011	7,024
	$ 30,019

5 UNEXPENDED GRANTS

	2007	2006
Ducks Unlimited	$ 3,483	$ 3,483
Infrastructure Reserve Fund	56,666	43,333
	$ 60,149	$ 46,816

6 FINANCIAL INSTRUMENTS

The District's financial instruments consist of cash, accounts receivable, unexpended grants and long term debt. Unless otherwise noted, it is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

ALONSA CONSERVATION DISTRICT NO. 3

SCHEDULE OF GRANT REVENUE AND PROJECT EXPENDITURES
YEAR ENDED MARCH 31, 2007

	2007	2006
GRANT REVENUE		
Province of Manitoba - flood cost share	$ 7,206	$ -
Green Team Program	5,040	9,174
Green House Gas Reduction project	-	7,895
Fisheries Enhancement Fund	-	1,359
Lake Manitoba Fisherman's Association	-	2,000
Manitoba Metis Federation	-	8,124
Birdwatchers Fund	3,180	1,992
	$ 15,426	$ 30,544
PROJECT EXPENDITURES		
Forestry	$ 1,093	$ 2,214
Structure Replacement	220	-
Fisheries Habitat Enhancement	-	6,642
Miscellaneous crossing repairs	61,183	103,681
Water	134,237	97,842
Channel Maintenance	18,704	8,724
Channel Maintenance - Beavers	21,101	12,333
Trail Maintenance	2,042	1,273
GIS / Inventories plotting	4,958	-
On-Site Program	4,032	2,767
	$ 247,570	$ 235,476

ALONSA CONSERVATION DISTRICT NO. 3

SCHEDULE OF PROVINCIAL CONTRIBUTIONS
YEAR ENDED MARCH 31, 2007
(Unaudited)

	Total	% Sharcable Prov/Dist/External	Province Share	District Share	External Share
PROJECTS AND PROGRAMS					
Watershed planning/develop	$ 18,704	75/25/0	$ 14,028	$ 4,676	$ -
Green Team	15,836	45/15/40	8,097	2,699	5,040
Career placement	1,388	75/25/0	1,041	347	-
Public relations & education	8,918	75/25/0	6,689	2,229	-
MultiDisc proj demos/tours/etc	1,302	75/25/0	976	326	-
MCDA dues	4,190	75/25/0	3,143	1,047	-
On-site program	4,032	75/25/0	3,024	1,008	-
Remuneration	26,020	75/25/0	19,515	6,505	-
Forage program	59,742	50/37/13	22,500	37,242	-
Conservation agriculture	9,018	75/25/0	6,764	2,254	-
Soils-rot grazing/riparian proj	4,102	75/25/0	3,077	1,025	-
Wildlife incentive	3,757	75/25/0	2,818	939	-
Fish spawning project	13,135	75/25/0	9,851	3,284	-
Habitat preservation/planning	4,363	75/25/0	3,273	1,090	-
Shelterbelt & community tree	1,093	75/25/0	820	273	-
Beaver dams removal	20,047	75/25/0	15,035	5,012	-
Brush removal	15,350	75/25/0	11,512	3,838	-
Abandoned well projects	2,830	75/25/0	2,123	707	-
Planning GIS development	4,958	75/25/0	3,719	1,239	-
Equipment repair	7,258	75/25/0	5,443	1,815	-
Water storage/bkfld/rip	9,124	75/25/1	6,843	2,281	-
Water quality testing	1,937	75/25/2	1,453	484	-
Crossings - SD 160	1,455	75/25/0	1,091	364	-
Crossings - SD107	260	75/25/0	195	65	-
Crossings - SD 110	738	75/25/0	553	185	-
Infrastructure/inventories	31,546	75/25/0	23,659	7,887	-
Infrastructure reserve fund	13,333	75/25/0	10,000	3,333	-
SD 160 - N Leifur, Carter, Sell	11,690	75/25/0	8,768	2,922	-
SD 110 - Gar, Mell, Selluski	3,520	75/25/1	2,640	880	-
SD 113 - Johnson Lake Dr	5,160	75/25/2	3,870	1,290	-
SD 107 - Hofner, Christian, etc	13,375	75/25/3	10,031	3,344	-
Mtce, cleanouts, berms	63,124	75/25/4	47,343	15,781	-
Trails maintenance	2,042	75/25/0	1,531	511	-
	383,347		261,425	116,882	5,040

ALONSA CONSERVATION DISTRICT NO. 3

SCHEDULE OF PROVINCIAL CONTRIBUTIONS
YEAR ENDED MARCH 31, 2007
(Unaudited)

	Total	% Shareable Prov./Dist./External	Province Share	District Share	External Share
PROGRAM SUPPORT					
Office Operation	28,288	75/25/0	21,216	7,072	-
OTHER PROGRAMS					
A. Robertson Museum	16,554	0/0/100	-	-	16,554
ASSETS					
Non-cost shared depreciation	12,222	0/100/0	-	12,222	-
TOTAL	$ 440,411		$ 282,641	$ 136,176	$ 21,594
PERCENTAGE OF COSTS	100 %		64 %	31 %	5 %

ALONSA CONSERVATION DISTRICT NO. 3

SCHEDULE OF PROVINCIAL GRANT RECEIVABLE
YEAR ENDED MARCH 31, 2007

	2007	2006
Provincial Grant	$ 240,000	$ 240,000
Less, receivable (payable), beginning of year	(2,253)	2,595
	242,253	237,405
Less: Provincial allocation	282,641	235,152
Receivable (Payable), end of year	$ 40,388	$ (2,253)

COOKS CREEK
CONSERVATION DISTRICT NO. 5

FINANCIAL STATEMENTS

MARCH 31, 2007

Page	
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4	Statement of Changes in Surplus
5	Statement of Revenue and Expenditures
6	Statement of Cash Flows
7 - 10	Notes to Financial Statements
11 - 12	Schedule of Expenditures
13	Schedule of Cost Sharing

Jim M. Smith
chartered accountant inc.

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(Wednesdays)

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Toll Free: 1-888-783-4040
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Winkler, MB

AUDITOR'S REPORT

TO THE MEMBERS:
COOKS CREEK CONSERVATION DISTRICT NO. 5

I have audited the statement of financial position of Cooks Creek Conservation District No. 5 as at March 31, 2007 and the statements of changes in surplus, revenue and expenditures, and cash flows for the year then ended. These financial statements are the responsibility of the District's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

Note 2c) describes the District's accounting policy with respect to capital assets. The note indicates that the District is expensing capital assets in the year of purchase. In this respect the financial statements are not in accordance with Canadian generally accepted accounting principles which require that capital assets be included on the statement of financial position and be amortized over their estimated useful life.

In my opinion, except for the effects of the failure to capitalize and amortize capital assets as described in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the District as at March 31, 2007 and the results of its operations and the changes in its surplus and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

CHARTERED ACCOUNTANT INC.

Winkler, Manitoba
June 15, 2007

COOKS CREEK CONSERVATION DISTRICT NO. 5

STATEMENT OF FINANCIAL POSITION

MARCH 31, 2007

ASSETS

	2007	2006	2005
CURRENT			
Cash and term deposits	$ 214,422	$ 222,424	$ 7,647
Accounts receivable (note 3)	18,081	19,068	66,027
Prepaid expense	4,206	4,150	2,258
	236,709	245,642	75,932
CAPITAL (notes 2c and 4)	51,366	56,869	30,361
WILDLIFE HABITAT AREA (note 5)	439,249	439,249	439,249
	$ 727,324	$ 741,760	$ 545,542

APPROVED BY

Director

R F Bachmaruk Director

COOKS CREEK CONSERVATION DISTRICT NO. 5

STATEMENT OF FINANCIAL POSITION

MARCH 31, 2007

LIABILITIES

	2007	2006	2005
CURRENT			
Accounts payable	$ 35,940	$ 34,852	$ 1,631
Unearned revenue (note 6)	90,125	131,113	22,000
Current portion of long term debt	12,003	12,151	5,107
	138,068	178,116	28,738
RESERVE FUNDS (note 8)	71,544	49,939	30,171
LONG-TERM DEBT (note 7)	138,397	150,040	135,403
	348,009	378,095	194,312

SURPLUS

	2007	2006	2005
RESTRICTED (note 5)	296,000	296,000	296,000
SURPLUS (page 4)	83,315	67,665	55,230
	$ 727,324	$ 741,760	$ 545,542

COOKS CREEK CONSERVATION DISTRICT NO. 5

STATEMENT OF CHANGES IN SURPLUS

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006	2005
Surplus, beginning of year	**$ 67,665**	$ 55,230	$ 355,970
Excess of revenue over expenditures	**34,693**	32,204	42,104
Transfer to reserve funds	**(19,043)**	(19,769)	(10,163)
Write-down of investment to estimated realizable value	-	-	(1,000)
Write-off unfunded deficit	-	-	(331,681)
SURPLUS, END OF YEAR	**$ 83,315**	$ 67,665	$ 55,230

COOKS CREEK CONSERVATION DISTRICT NO. 5

STATEMENT OF REVENUE AND EXPENDITURES

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006	2005
REVENUE			
Municipal levies			
Rural Municipality of Brokenhead	$ 249	$ 249	$ 249
Rural Municipality of Ste. Anne	2,840	2,840	2,890
Rural Municipality of Springfield	124,551	124,551	121,509
Rural Municipality of Tache	7,316	7,316	7,245
Provincial grants			
Water Stewardship	275,000	275,000	270,000
Other	386,846	224,191	50,809
Other funding	52,701	64,234	14,643
GIS partnership	-	1,140	-
Canada Employment	-	-	3,920
Cost sharing - Salmon Lake study	61,438	27,090	-
Disaster Financial Assistance deductible			
Rural Municipality of Springfield	48,223	-	
Drainage and crossing projects			
Rural Municipality of Springfield	2,150	61,000	167,000
Drainage trust fund	9,000	190,396	-
National soils and PFRA	-	-	2,050
Donations	20,000	1,200	-
Interest	6,026	5,706	4,528
Transportation and maintenance (note 9)	(267)	2,707	-
Insurance proceeds	-	-	6,904
	996,073	987,620	651,747
EXPENDITURES			
Administration (page 11)	98,274	95,835	63,950
Public education (page 11)	60,039	64,667	49,742
Assets (page 11)	3,062	3,432	16,607
Watershed planning (page 11)	3,613	6,403	-
District programs (page 12)	796,392	785,079	479,344
	961,380	955,416	609,643
EXCESS OF REVENUE OVER EXPENDITURES	$ 34,693	$ 32,204	$ 42,104

COOKS CREEK CONSERVATION DISTRICT NO. 5

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES			
Excess of revenue over expenditures	**$ 34,693**	$ 32,204	$ 42,104
Adjustment for			
Amortization	**5,503**	5,503	
	40,196	37,707	42,104
Changes in non-cash working capital (note 10)	**(38,970)**	187,399	(190,934)
Cash flows from (used in) operating activities	**1,226**	225,106	(148,830)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest from reserve funds	**2,563**	-	-
Renovation costs for office facility	**-**	-	(143,249)
Purchase van	**-**	(32,011)	-
Decrease in investment	**-**	-	1,000
Write-down of investment to estimated net realizable value	**-**	-	(1,000)
Cash flows from (used in) investing activities	**2,563**	(32,011)	(143,249)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long-term debt	**-**	34,102	143,249
Repayment of long-term debt	**(11,791)**	(12,421)	(2,739)
Cash flows from (used in) financing activities	**(11,791)**	21,681	140,510
NET INCREASE (DECREASE) IN CASH	**(8,002)**	214,776	(151,569)
Cash and term deposits at beginning of year	**222,424**	7,648	159,217
CASH AND TERM DEPOSITS AT END OF YEAR	**$ 214,422**	$ 222,424	$ 7,648

COOKS CREEK CONSERVATION DISTRICT NO. 5

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

1. PURPOSE OF THE ORGANIZATION

Cooks Creek Conservation District No 5 is a not-for-profit organization funded primarily by local municipalities and the Province of Manitoba. The purpose of the organization is to manage the natural resources located within its boundaries in such a way that they are passed on to future generations in the same or better condition than at present.

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2. SIGNIFICANT ACCOUNTING POLICIES

a) **Inventories**

Inventories of materials and supplies are not taken into account. Such items are expensed in the year purchased.

b) **Income taxes**

Cooks Creek Conservation District No. 5 is a not-for-profit organization and is exempt from income taxes under section 149 of the Income Tax Act.

c) **Capital assets**

Effective with the fiscal year ending March 31, 2001 the District adopted a policy of expensing capital assets in the year of purchase with the exception of a van purchased in April 2005. The cost of the van less its estimated residual value is being amortized on a straight line basis over four years. Amortization of $5,503 relating to the van was charged to transportation and maintenance revenue during the year.

d) **Financial instruments**

Interest rate risk
This is the risk to the organization's earnings that arises with fluctuations in interest rates. The organization does not use any derivative financial instruments to reduce its exposure to interest rate risk.

Fair value
The carrying values of accounts receivable and accounts payable approximate fair value because of their short term maturities. The carrying value of the mortgage approximates fair value because the interest rate is floating. The amount shown for the vehicle loan does not reflect fair value, however, the difference between carrying value and fair value is not material.

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2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

e) Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

3. ACCOUNTS RECEIVABLE

	2007	2006	2005
Canada/Manitoba Infrastructure Program	$ -	$ -	$ 4,019
Goods and services tax	14,519	18,068	21,019
Manitoba Floodway - Participant Assistance Program	-	-	24,500
Manitoba Water Stewardship	-	1,000	-
Rural Municipality of Springfield	-	-	16,489
Miscellaneous	3,562	-	-
	$ 18,081	$ 19,068	$ 66,027

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value 2007	Net Book Value 2006	Net Book Value 2005
Land	$ 8,454	$ -	$ 8,454	$ 8,454	$ 8,454
Office & computer equipment	31,625	21,277	10,348	10,348	10,348
Program support equipment	18,472	6,913	11,559	11,559	11,559
Vehicle	32,011	11,006	21,005	26,508	-
	$ 90,562	$ 39,196	$ 51,366	$ 56,869	$ 30,361

COOKS CREEK CONSERVATION DISTRICT NO. 5

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

5. WILDLIFE HABITAT AREA/RESTRICTED SURPLUS

The wildlife habitat area figure is comprised of two amounts

Ecologically sensitive land donated to the District	$ 296,000
Cost of renovating house into office facility	143,249
Total	$ 439,249

Under the terms of an agreement reached with the donor of the land, use of the land is restricted to a wildlife habitat area. The estimated fair market value of the land in the year the land was donated to the District is included as a restricted surplus on the statement of financial position.

6. UNEARNED REVENUE

	2007	2006	2005
Rural Municipality of Springfield - tributary drains	$ 84,753	$ 93,753	$ 13,000
Hillside Pool and Riffle project	-	17,500	9,000
Salmon Lake	5,372	19,860	-
	$ 90,125	$ 131,113	$ 22,000

7. LONG TERM DEBT

	2007	2006	2005
Mortgage, interest at prime, monthly principal and interest payments of $905	$ 132,639	$ 135,904	$ 140,510
Vehicle loan, 0% interest, monthly payments of $710	17,761	26,287	
	150,400	162,191	140,510
Less: Current portion	(12,003)	(12,151)	(5,107)
	$ 138,397	$ 150,040	$ 135,403

Security consists of promissory notes, assignment of fire insurance and a chattel mortgage on the vehicle.

COOKS CREEK CONSERVATION DISTRICT NO. 5

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

7. LONG TERM DEBT (cont'd)

Principal repayment over the next five years is approximately as follows:

2007	12,003
2008	12,202
2009	4,601
2010	4,115
2011	4,353

8. RESERVE FUNDS

	2007	2006	2005
Reserve for emergency infrastructure repairs	**$ 52,910**	$ 40,896	$ 30,171
Reserve for office facility	**7,343**	3,540	
Reserve for vehicle replacement	**11,291**	5,503	-
	$ 71,544	$ 49,939	$ 30,171

9. TRANSPORTATION AND MAINTENANCE

The District has recorded transportation revenue of $13,820 for the year based on mileage for different projects. An equal amount has been allocated to different projects as an expense. The revenue amount is decreased by vehicle expenses such as gasoline, insurance and amortization.

10. CHANGES IN NON-CASH WORKING CAPITAL

	2007	2006	2005
Increase (decrease) in cash from changes in:			
Accounts receivable	**$ 987**	$ 46,959	$ (59,582)
Prepaid expense	**(56)**	(1,893)	(2,257)
Accounts payable	**1,087**	33,220	(1,095)
Unearned revenue	**(40,988)**	109,113	(128,000)
	$ (38,970)	$ 187,399	$ (190,934)

COOKS CREEK CONSERVATION DISTRICT NO. 5

SCHEDULE OF EXPENDITURES

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006	2005
ADMINISTRATION			
Administrator assistant wages	$ -	$ 721	$ -
Administrator wages and expenses	24,452	34,674	22,976
Audit and legal	1,573	1,471	1,325
Board expenses (100%)	9,914	6,427	2,703
Board remuneration and expenses	1,685	1,909	4,386
District expansion	-	1,352	1,315
Insurance	2,588	2,257	2,453
Manager expenses	-	811	1,483
Manager salary and benefits (portion only)	47,705	32,220	14,116
Office operation	6,680	10,151	9,210
Utilities	3,677	3,842	3,983
	$ 98,274	$ 95,835	$ 63,950
PUBLIC EDUCATION	$ 60,039	$ 64,667	$ 49,742
ASSETS	$ 3,062	$ 3,432	$ 16,607
WATERSHED PLANNING	$ 3,613	$ 6,403	$ -

COOKS CREEK CONSERVATION DISTRICT NO. 5

SCHEDULE OF EXPENDITURES

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006	2005
DISTRICT PROGRAMS			
WILDLIFE/FISHERIES			
Wildlife habitat	57,299	42,345	30,186
FORESTRY			
Tree program	21,184	497	1,599
SOILS			
Grassed runway	$ 1,641	$ 809	$ 4,475
WATER			
Abandoned wells	4,888	8,355	6,198
Creek water quality testing	208	-	-
Drainage licensing	1,733	6,994	4,378
Water retention studies	65,953	29,003	1,427
DRAIN INFRASTRUCTURE			
Maintenance	60,655	30,334	195,221
Reconstruction	98,376	77,587	8,862
Tributary drains	9,194	465,587	156,134
CROSSINGS INFRASTRUCTURE			
Repairs/replacements	50,807	89,718	67,069
OTHER			
Emergency damage restoration	421,306	31,828	-
Spring runoff	-	-	413
Subdivisions/public relations	3,148	2,022	3,382
	$ 796,392	$ 785,079	$ 479,344

COOKS CREEK CONSERVATION DISTRICT NO. 5

SCHEDULE OF COST SHARING

FOR THE YEAR ENDED MARCH 31, 2007

	Revised Budget (Unaudited)	Total Expenditures	External	Provincial	Local	
					Levy	Other
WATERSHED PLANNING	$ 5,000	$ 3,613	$ -	$ 2,710	$ 903	$ -
ADMINISTRATION						
100% Board	5,000	9,914	-	-	3,888	6,026
Office operation/planning	46,000	88,359	-	66,269	22,090	-
	51,000	98,273	-	66,269	25,978	6,026
ASSETS - EQUIPMENT	7,500	3,062	-	-	3,062	-
PUBLIC EDUCATION	60,000	60,039	94	44,959	14,986	-
WILDLIFE/FISHERIES	85,000	57,300	41,884	11,562	3,854	-
FORESTRY	41,000	21,184	20,000	888	296	-
SOILS	5,000	1,640	-	1,230	410	-
WATER						
Studies/quality/drainage lic	227,700	72,781	32,714	8,133	2,711	29,223
CROSSINGS INFRASTRUCTURE						
Repairs/replacements	55,000	50,807	-	22,788	7,596	20,423
DRAIN INFRASTRUCTURE						
Maintenance/reconstruction	181,000	168,225	-	98,172	34,368	35,685
OTHER						
Subdivisions/GST/emergency	12,500	424,455	351,846	18,289	6,097	48,223
Reserves	-	21,605	-	-	21,605	-
	12,500	446,060	351,846	18,289	27,702	48,223
TOTAL EXPENDITURES	$ 730,700	$ 982,984	$ 446,538	$ 275,000	$ 121,866	$ 139,580
TOTAL EXPENDITURES (%)		100	46	28	12	14

PROVINCIAL GRANT RECEIVABLE/PAYABLE SUMMARY	
2006/2007 Grant received	$ 275,000
Less share of expenditures	(275,000)
Provincial Grant Remaining - overspent	$ -
Total levy collected	$ 134,955

EAST INTERLAKE CONSERVATION DISTRICT

FINANCIAL STATEMENTS

MARCH 31 2007

KWB | CHARTERED ACCOUNTANTS INC

830 125 Garry Street
Winnipeg MB [illegible]
[illegible] 982 9870
[illegible] 982 3848
www.kwb.ca

AUDITORS' REPORT

To the Board of Directors of
East Interlake Conservation District

We have audited the statement of financial position of East Interlake Conservation District as at March 31, 2007 and the statements of operations and changes in net assets, for the year then ended. These financial statements are the responsibility of the organizations executive. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

KWB Chartered Accountants Inc.

July 9, 2007

EAST INTERLAKE CONSERVATION DISTRICT
STATEMENT OF FINANCIAL POSITION
March 31, 2007

ASSETS

	2007	2006
Current Assets		
Cash	$ 8,785	$ -
Accounts receivable - GST	104,597	1,586
	113,382	1,586
Property, Plant And Equipment - Note 3	27,883	7,039
	$141,265	$ 8,625

LIABILITIES

	2007	2006
Current Liabilities		
Bank overdraft - Note 4	$ -	$ 3,033
Accounts payable and accrued liabilities	1,800	1,800
Future revenue - Note 5	107,318	-
	109,118	4,833

NET ASSETS

	2007	2006
Invested in property, plant and equipment	27,883	7,039
Unrestricted	4,264	(3,247)
	32,147	3,792
	$141,265	$ 8,625

ON BEHALF OF THE BOARD:

.... Director

.... Director

EASTERN INTERLAKE CONSERVATION DISTRICT
STATEMENT OF CHANGES IN NET ASSET
Year ended March 31, 2007

	Invested in Property Plant & Equipment	Unrest-tricted	2007	2006
Balance, beginning of year	$ 7,039	($ 3,247)	$ 3,792	$ -
Excess of revenue over expenses	-	28,355	28,355	3,792
Amortization	(11,648)	11,648	-	-
Investment in property, plant and equipment	32,492	(32,492)	-	-
Balance, end of year	$ 27,883	$ 4,264	$ 32,147	$ 3,792

EASTERN INTERLAKE CONSERVATION DISTRICT
STATEMENT OF OPERATIONS
Year ended March 31, 2007

	2007	2006
Revenue		
Province of Manitoba grant	$185,000	$ 75,000
Municipal grants	63,720	25,000
Other grants	101,648	-
Miscellaneous income	2,843	
	353,211	100,000
General administrative and program costs - Appendix A	325,071	97,342
Income from operations	28,140	2,658
Other revenues		
Interest	215	121
Miscellaneous	-	1,013
	215	1,134
Excess of revenue over expenses	$ 28,355	$ 3,792

EASTERN INTERLAKE CONSERVATION DISTRICT
STATEMENT OF CASH FLOWS
Year ended March 31, 2007

	2007	2006
From operating activities		
Net income	$ 28,355	$ 3,792
Items not affecting cash		
Amortization expense	11,648	2,849
	40,003	6,641
Net changes in non-cash working capital items	4,307	214
	44,310	6,855
From investing activities		
Acquisition of property, plant and equipment	(32,492)	(9,888)
Cash increase (decrease)	11,818	(3,033)
Cash, beginning of year	(3,033)	-
Cash (deficiency), end of year	$ 8,785	($ 3,033)

Net changes in non-cash working capital items:

	2007	2006
Accounts receivable	($103,011)	($ 1,586)
Accounts payable and accrued liabilities	-	1,800
Future revenue	107,318	-
	$ 4,307	$ 214

EASTERN INTERLAKE CONSERVATION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
March 31, 2007

1. Nature of The Organization

The East Intérlake Conservation District was approved by an Order In Council by the Province of Manitoba on August 24, 2005. It had previously commenced operations in October of 2004.

The District's mandate is to provide soil and water management decisions on resource conservation and environmental awareness for the area in the eastern interlake area of Manitoba. The District is exempt from income taxes.

2. Significant Accounting Policies

These financial statements reflect the following policies.

Financial Instruments

The company's financial instruments consist of cash, accounts receivable and accounts payable. Unless otherwise noted, it is management's opinion that the company is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

Property, Plant and Equipment

Property, plant and equipment are accounted for at cost. Amortization is based on their estimated useful life using the diminishing balance basis and the following annual rates:

Automotive - 30% per year
Computer equipment - 30% per year
Furniture and fixtures - 20% per year

Revenue Recognition

Provincial grant revenue is recognized on an accrual basis. Municipal grant revenue is recognized as it is invoiced to the various municipalities.

Use of Estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

EASTERN INTERLAKE CONSERVATION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
March 31, 2007

3. Property, Plant And Equipment

	Original Cost	Accumulated Amortization	Net Book Value
March 31, 2007			
Automotive	$ 30,712	$ 9,214	$ 21,498
Computer equipment	9,320	4,625	4,695
Furniture and fixtures	2,348	658	1,690
	$ 42,380	$ 14,497	$ 27,883
March 31, 2006			
Computer equipment	$ 8,710	$ 2,613	$ 6,097
Furniture and fixtures	1,178	236	942
	$ 9,888	$ 2,849	$ 7,039

4. Bank Overdraft

The district has a commercial line of credit in the amount of $10,000 with interest calculated on the balance in use at prime plus 3%.

5. Future revenue

Future revenue represents amounts collected that are revenue applicable to the subsequent accounting period.

6. Comparative Figures

Certain comparative figures for 2006 have been reclassified to make their presentation identical to that adopted in 2007.

EASTERN INTERLAKE CONSERVATION DISTRICT
GENERAL ADMINISTRATIVE AND PROGRAM COSTS
Year ended March 31, 2007

	2007	2006
General and Administrative		
Administration	$ -	$ 5,097
Amortization	11,648	2,849
Communications	3,348	3,009
EICD open house	-	1,387
Insurance	5,112	828
Interest and bank charges	202	78
Meals and mileage	-	5,023
Miscellaneous	-	331
Office expense	5,588	3,700
Professional development and staff training	2,366	1,328
Professional fees	1,926	1,800
Rent	11,400	4,110
RRSP contributions	2,300	1,533
Salaries and employee benefits	14,742	38,834
	58,632	69,907
Program Costs		
Advertising	2,184	1,767
Board renumerations	29,590	12,616
Education	6,001	-
Meetings	-	7,473
Water management	53,645	5,579
Watershed planning	95,678	-
Wildlife and fisheries	79,341	-
	266,439	27,435
	$325,071	$ 97,342

EAST INTERLAKE CONSERVATION DISTRICT

SCHEDULE OF COST-SHARING
Year Ended March 31, 2007

(Unaudited)

	Total Expenditures	Provincial	District Levies	External	Other
ADMINISTRATION	43,629.42	32,722.07	10,907.36		
PUBLIC EDUCATION	40,989.19	30,606.89	10,202.30		180.00
WILDLIFE/FISHERIES	79,340.76	8,228.51	2,742.84	68,369.42	
WATER MANAGEMENT	37,386.70	24,291.90	8,097.30	4,997.50	
WATERSHED PLANNING	111,365.42	61,113.26	20,371.09	29,881.08	
	$ 312,711.49	$156,962.63	$ 52,320.89	$103,248.00	$180.00
ASSETS					
Office furniture & vehicle	$ 32,491.50	$ 24,368.63	$ 8,122.88		
	$ 345,202.99	$181,331.26	$60,443.77	$103,248.00	$180.00

INTERMOUNTAIN CONSERVATION DISTRICT

FINANCIAL STATEMENTS

MARCH 31, 2007

INTERMOUNTAIN CONSERVATION DISTRICT

MARCH 31, 2007

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MANAGEMENT'S RESPONSIBILITY

To the Members of the Intermountain Conservation District:

Management has responsibility for preparing the accompanying financial statements and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and making objective judgments and estimates in accordance with Canadian generally accepted accounting principles.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets safeguarded, and proper records maintained.

The Board of Directors and the Audit Committee are composed entirely of Directors who are neither management nor employees of the Intermountain Conservation District. The Audit Committee is appointed by the Board to review the financial statements in detail with management and to report to the Board prior to their approval of the financial statements for publication.

An external auditor is appointed by the members to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Audit Committee and management to discuss their findings.

_______________ Management

AUDITORS' REPORT

To the Board of Directors of Intermountain Conservation District:

We have audited the statement of financial position of Intermountain Conservation District as at March 31, 2007 and the statement of changes in net assets, operations, and cash flows for the year then ended. These financial statements are the responsibility of the Intermountain Conservation District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Intermountain Conservation District as at March 31, 2007 and the results of its operations and cash flow for the year then ended in accordance with Canadian generally accepted accounting principles.

Zaplitny and Zamrykut,
Chartered Accountants

Dauphin, Manitoba
June 5, 2007

INTERMOUNTAIN CONSERVATION DISTRICT

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2007

	2007	2006
ASSETS		
Current		
Cash in Bank	$ 91,058	$ 122,647
Short Term Investments - Note 3	32,329	6,171
Accounts Receivable	10,304	10,545
Grant Receivable		2,500
Inventory - Note 2	5,307	6,753
Prepaid Expenses	4,763	3,816
	143,761	152,432
Long Term		
Capital Assets - Note 4	141,501	117,305
	$ 285,262	$ 269,737
LIABILITIES & NET ASSETS		
Current		
Accounts Payable and Accrued Liabilities	$ 5,635	$ 17,028
Unearned Revenue	188	688
Deferred Contributions - Note 5	41,882	48,730
Current Portion of Long Term Debt	6,152	17,360
	53,857	83,806
Long Term		
Long Term Debt - Note 6	24,532	2,393
	78,389	86,199
Net Assets	206,873	183,538
	$ 285,262	$ 269,737

Approved on Behalf of the Board

Chairperson

Director

(The accompanying notes are an integral part of these financial statements.)

INTERMOUNTAIN CONSERVATION DISTRICT

STATEMENT OF NET ASSETS

AS AT MARCH 31, 2007

	Invested in Capital Assets	Internally Restricted	Unrestricted	Net Assets 2007	Net Assets 2006
Balance, Beginning of Year	$ 97,551	$ 20,000	$ 65,987	$ 183,538	$ 137,160
Difference between Revenue and Expenditures	(15,873)		39,208	23,335	46,378
Capital Assets Acquired	40,070		(40,070)		
Long Term Debt Acquired	(30,000)		30,000		
Repayment of Long Term Debt	19,069		(19,069)		
Balance, End of Year	$ 110,817	$ 20,000	$ 76,056	$ 206,873	$ 183,538

(The accompanying notes are an integral part of these financial statements.)

INTERMOUNTAIN CONSERVATION DISTRICT

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Province of Manitoba -		
Core Operating	$ 220,000	$ 213,986
Fish Enhancement Initiative		25,000
Green Team	2,115	3,550
Career Focus		1,000
Government of Canada -		
Fisheries and Oceans	5,000	5,000
Municipal Levies	94,144	94,079
Municipal Grants	6,261	
Other Grants	584	
General Contributions		4,000
External Partner Funding	18,681	15,310
Facility Rent	5,357	5,357
Banquet	1,930	2,718
Tours, Meetings, and Workshops	755	1,645
Investment Income	2,182	876
Miscellaneous	689	2,248
	357,698	374,769
EXPENDITURES	334,363	328,391
DIFFERENCE BETWEEN REVENUE AND EXPENDITURES	$ 23,335	$ 46,378

(The accompanying notes are an integral part of these financial statements.)

INTERMOUNTAIN CONSERVATION DISTRICT

SCHEDULE OF EXPENDITURES

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006
EXPENDITURES		
Programs and Services -		
Abandoned Wells	$ 3,072	$ 2,697
Crossing and Riparian Works		840
Geographical Info System		2,456
Grassed Waterways	44,758	37,464
Pasture Pipeline	246	3,881
Public Relations and Education	21,530	22,144
Stream and Gully Stabilization	49,907	8,118
Watershed Management	9,634	48,472
	129,147	126,072
Administration and Operations -		
Accounting and Legal	2,675	2,675
Advertising and Promotion	4,310	5,032
Amortization	15,873	14,432
Bad Debts	166	
Bank Charges	244	216
Board Remuneration	25,934	27,911
Insurance	3,725	1,441
Interest on Long Term Debt	748	1,439
MCDA Dues and Licensing Fees	3,250	3,250
Office Expense	9,056	12,642
Office Repairs and Maintenance	4,676	3,995
Staff Wages and Benefits	110,544	109,827
Utilities	8,286	6,105
Field Gear	803	572
Equipment and Vehicle Maintenance	14,238	12,519
Miscellaneous	688	263
	205,216	202,319
	$ 334,363	$ 328,391

The accompanying notes are an integral part of these financial statements.

INTERMOUNTAIN CONSERVATION DISTRICT

SCHEDULE OF COST SHARING

FOR THE YEAR ENDED MARCH 31, 2007

	Total Expenditures	Provincial	Board	External
Administration				
Insurance	$ 3,873.93	$ 2,905.45	$ 968.48	$
Office Operation	25,961.30	16,391.51	5,463.84	4,105.95
Professional Fees	2,925.00	2,193.75	731.25	
	32,760.23	21,490.71	7,163.57	4,105.95
Public Education				
MCDA Dues	3,000.00	2,250.00	750.00	
Communication and Signage	4,735.04	3,513.78	1,171.26	50.00
Educational Activities	24,790.12	18,592.59	6,197.53	
Public Relations	26,191.32	17,998.94	5,999.65	2,192.73
Professional Development	12,650.36	9,118.58	3,039.53	492.25
	71,366.84	51,473.89	17,157.97	2,734.98
Soil Management				
Riparian Zone Management	1,701.08	1,275.81	425.27	
Grassed Waterways	77,078.75	51,009.54	17,003.18	9,066.04
	78,779.83	52,285.35	17,428.45	9,066.04
Watershed Management				
Watershed Monitoring	1,701.08	1,275.81	425.27	
Watershed Planning	38,884.32	20,279.88	6,759.96	11,844.48
	40,585.40	21,555.69	7,185.23	11,844.48
Water Management				
Stabilization	80,526.80	54,299.33	18,099.78	8,127.69
Pasture Pipeline	756.79	307.74	102.58	346.47
Waterway Management	17,869.42	13,036.44	4,345.48	487.50
Abandoned Wells	8,175.25	5,566.69	1,855.56	752.99
	107,328.26	73,210.20	24,403.40	9,714.65
Subtotal	$ 330,820.56	$ 220,015.84	$ 73,338.62	$ 37,466.10

(The accompanying notes are an integral part of these financial statements.)

INTERMOUNTAIN CONSERVATION DISTRICT

SCHEDULE OF COST SHARING

FOR THE YEAR ENDED MARCH 31, 2007

	Total Expenditures	Provincial	Board	External
Subtotal	$ 330,820.56	$ 220,015.84	$ 73,338.62	$ 37,466.10
Assets				
Office Equipment	1,706.71	1,280.03	426.68	
Field Equipment	486.80	365.10	121.70	
Truck	37,876.12		37,876.12	
	40,069.63	1,645.13	38,424.50	
Board Expenses				
Amortization	15,873.19			15,873.19
Bank Charges	244.10			244.10
Office Repairs and Renovations	4,676.48			4,676.48
Loan Interest Fees	748.21			748.21
Total Board Expenses	21,541.98			21,541.98
Total	$ 392,432.17	$ 221,660.97	$ 111,763.12	$ 59,008.08

(The accompanying notes are an integral part of these financial statements.)

INTERMOUNTAIN CONSERVATION DISTRICT

Statement of Cash Flows

MARCH 31, 2007

	2007	2006
CASH PROVIDED BY OPERATING ACTIVITIES		
Net Income for the Year	$ 23,335	$ 46,378
Items not requiring an outlay of cash:		
Amortization	15,873	14,432
	39,208	60,810
CHANGES IN NON-CASH WORKING CAPITAL		
Accounts Receivable	241	(2,916)
Grant Receivable	2,500	(2,500)
Province of Manitoba Receivable		6,014
Inventory	1,446	4,406
Prepaid Expenses	(947)	(2,016)
Accounts Payable and Accrued Liabilities	(11,393)	14,472
Current Portion of Long Term Debt	(11,208)	899
Unearned Revenue	38	538
Deferred Contributions	(7,386)	(15,881)
	(26,709)	3,016
NET CASH PROVIDED BY OPERATING ACTIVITIES	12,499	63,826
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of Long Term Debt	(7,860)	(17,306)
New Debt Issued	30,000	
CASH FLOWS USED IN FINANCING ACTIVITIES	22,140	(17,306)
CASH FROM INVESTING ACTIVITIES		
Acquisition of Capital Assets	(40,070)	(4,974)
NET INCREASE IN CASH IN BANK	(5,431)	41,546
NET CASH IN BANK, Beginning of Year	128,818	87,272
NET CASH IN BANK, End of Year	$ 123,387	$ 128,818

NET CASH IN BANK consists of the following:

	2007	2006
Cash	$ 91,058	$ 122,647
Short Term Investments	32,329	6,171
	$ 123,387	$ 128,818

(The accompanying notes are an integral part of these financial statements.)

1. NATURE OF ORGANIZATION

The Intermountain Conservation District (IMCD) was formed on July 15th, 1997 and incorporated under the laws of the Province of Manitoba. The IMCD operates under the authority of the Conservation Districts Act as a not-for-profit organization and its purpose is to provide for the conservation, control, and prudent use of resources throughout its established district. The programs that it undertakes are funded jointly between the Province of Manitoba, participating municipal governments, and individuals.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Inventory

Inventory is valued at the lower of cost and net realizable value on a first-in, first-out basis.

(b) Capital Assets

Capital assets are recorded at cost. Amortization is provided annually at rates calculated to write-off the assets over their estimated useful lives as follows:

Building	30 Years Straight Line
Automotive	8 Years Straight Line
Office Furniture	15 Years Straight Line
Office Equipment and Signs	5 Years Straight Line
Field Equipment	10 Years Straight Line

(c) Income Taxes

IMCD is a not-for-profit organization and it is exempt from income taxes under Section 149 of the Income Tax Act.

(d) Revenue Recognition

The IMCD follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount received can be reasonably estimated and collection is reasonably assured.

Unrestricted investment income is recognized as revenue when earned.

Fees for services are recognized as revenue when the agreed upon services to the participant have been completed, the amount to be received can be reasonably estimated, and collection is reasonably assured.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

(e) Measurement Uncertainty

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may vary from current estimates. These estimates are reviewed periodically and , as adjustments become necessary, they are reported in earnings in the periods in which they become known.

(f) Financial Instruments

The organization as part of its operations carries a number of financial instruments. It is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments.

3. SHORT TERM INVESTMENTS

The organization has invested funds in a guaranteed investment certificate at an annual rate of 2.35% maturing on April 20, 2007.

4. CAPITAL ASSETS

	Cost	**Amortization**	**Net 2007**	**Net 2006**
Land	$ 5,000	$	$ 5,000	$ 5,000
Building	89,280	21,255	68,025	71,002
Office Furniture	4,859	2,614	2,245	2,568
Office Equipment	36,443	27,063	9,380	10,046
Field Equipment	17,545	9,611	7,934	9,202
Vehicles	106,604	57,687	48,917	19,487
	$ 259,731	$ 118,230	$ 141,501	$ 117,305

5. DEFERRED CONTRIBUTIONS

Deferred contributions represent externally restricted operating funding received in the current period that is related to the subsequent period. Changes in the deferred contributions balance are as follows:

		2006		2005
Beginning Balance, Relating to Operating Funding	$	48,730	$	64,611
Less: Amount Recognized as Funding in the Year		(46,314)		(63,111)
Add: Amount Received Relating to the Following Year		39,466		47,230
Ending Balance, Relating to Operating Funding	$	41,882	$	48,730

INTERMOUNTAIN CONSERVATION DISTRICT

Notes to the Financial Statements

MARCH 31, 2007

6. LONG TERM DEBT

	2007	2006
Ethelbert Credit Union Limited - Commercial Loan #3 Interest Rate: 6.25% Terms: Repayable in blended monthly installments of $600 for 52 months Security: Truck Original amount of loan was $27,000 which was received February 2004	$	$ 8,212
Less: Current Portion		6,882
		1,330
Ethelbert Credit Union Limited - Commercial Loan #4 Interest Rate: 8.00% Terms: Repayable in blended monthly installments of $600 for 60 months Security: Truck Original amount of loan was $30,000 which was received February 2007	29,549	
Less: Current Portion	5,017	
	24,532	
Ethelbert Credit Union Limited - Commercial Mortgage #2 Interest Rate: 4.75% Terms: Repayable in blended monthly installments of $900 for 85 months Security: Land and buildings on SE 36-29-22 W Original amount of mortgage was $60,000 which was received August 2000	1,135	11,541
Less: Current Portion	1,135	10,478
		1,063
	$ 24,532	$ 2,393

Principal repayments for the next five years are as follows:

2007-08	$ 6,152
2008-09	5,434
2009-10	5,885
2010-11	6,374
2011-12	6,839
Subsequent Years	nil

7. RESTRICTIONS ON NET ASSETS

In February 2006, the organization's board of directors internally restricted $20,000 of unrestricted net assets to be held for the purposes of completing studies on the Garland and Wilson River watersheds. These studies are to commence in the 2007-08 fiscal year and these internally restricted amounts are not available for any other purposes without approval of the Board of Directors.

8. LEASE OBLIGATIONS

The organization as part of its operations has entered into an agreement with Xerox Canada to lease a photocopier making payments of $511 per quarter starting December 23, 2005 for the next sixty six months.

9. FAIR VALUE DISCLOSURE

The carrying amount of accounts receivable, short-term investments, accounts payable and accrued liabilities approximates their fair value due to the short-term maturities of these items.

The fair value of the organization's fixed rate long term debt is also, approximated by its carrying value, as there have been no significant changes in lending rates or other conditions.

10. ECONOMIC DEPENDENCE

The organization's chief source of income is derived from government grants and its ability to continue viable operations is dependent upon the maintenance of these grants.

Appendix E

KELSEY CONSERVATION DISTRICT

FINANCIAL STATEMENTS

MARCH 31, 2007

Prepared by the accounting firm of:
M. FAYE KOBELKA
Certified General Accountant

KELSEY CONSERVATION DISTRICT

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M. FAYE KOBELKA
CERTIFIED GENERAL ACCOUNTANT
BOX 1228
THE PAS, MB
R9A 1L2
TEL: 204-623-4664 FAX: 204-623-4686

Auditor's Report

To: The Board of Directors
KELSEY CONSERVATION DISTRICT

I have audited the statement of financial position of Kelsey Conservation District as at March 31, 2007 and the Statement of Operations and Changes in Net Assets for the year then ended. These financial statements are the responsibility of the District's Management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian Generally Accepted Auditing Standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of Kelsey Conservation District as at March 31, 2007 and the results of its operations and the changes in it's net assets for the year then ended in accordance with Canadian Generally Accepted Accounting Procedures.

M. Faye Kobelka
Certified General Accountant

June 19, 2007
The Pas, MB

KELSEY CONSERVATION DISTRICT
STATEMENT OF FINANCIAL POSITION
Audited
For the Year Ended March 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash	$ 12,832	$ 1,005
Accounts Receivable (note 3)	11,786	24,700
Prepaid expenditures	193	450
Inventories	113	114
	24,924	26,269
PROPERTY, PLANT & EQUIPMENT (Note 5)	28,116	35,573
	$ 53,040	$ 61,842
LIABILITIES & FUND BALANCES		
CURRENT LIABILITIES		
Bank Indebtedness	$ -	$ 23,259
Accounts Payable and Accrued Expenses (note 4)	5,626	5,125
	5,626	28,384
RESTRICTED FUNDS	3,049	3,049
INVESTMENT IN CAPITAL ASSETS	28,116	35,573
GENERAL OPERATING FUND	16,249	(5,164)
	$ 53,040	$ 61,842

Approved on behalf of the Board

Chairperson, Board of Directors

(The accompanying notes are an integral part of these financial statements)

KELSEY CONSERVATION DISTRICT
STATEMENT OF OPERATIONS
Audited
For the Year Ended March 31, 2007

	2007	2006
REVENUES		
Grant Contributions	$ 186,666	$ 199,000
Other		
	186,666	199,000
GENERAL & ADMINISTRATIVE EXPENDITURES		
Amortization	8,451	12,737
Automotive - administrative share	573	482
Office - administrative share	1,373	1,664
Project Expenditure (Appendix B)	148,403	184,890
Rent	5,400	5,400
Utilities	4,380	5,477
Wages & Benefits (administration)	3,530	1,193
	172,110	211,843
Excess / (Deficiency) of Revenues over Expenditures	$ 14,556	$ (12,843)

(The accompanying notes are an integral part of these financial statements)

KELSEY CONSERVATION DISTRICT
STATEMENT OF CHANGES IN NET ASSETS
Audited
For the Year Ended March 31, 2007

	2007				2006
	Investment in Capital Assets	Wanless Historical Cabin Trust	General Operating Fund	Total Funds	Total Funds
Balance, Beginning of Year	$ 35,573	$ 3,049	$ (5,164)	$ 33,458	$ 43,941
Capital Transactions					
Property, Plant & Equipment Addition			-		
Amortization	(8,451)		8,451		
Allocation of Restricted Funds from cash	994		(994)	-	235
Prior Period Adjustments (Note 6)			(600)	(600)	2,125
Excess / (Deficiency) of Revenue over Expenditures			14,556	14,556	(12,843)
Balance, End of Year	$ 28,116	$ 3,049	$ 16,249	$ 47,414	$ 33,458

(The accompanying notes are an integral part of these financial statements)

KELSEY CONSERVATION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
Audited
For the Year Ended March 31, 2007

1 OPERATIONS

Kelsey Conservation District operates under an established Board of Directors, who self select the positions within the Board. The Kelsey Conservation District was established primarily for the purpose of providing resource programs and planning for sustainable soil and water management within the RM of Kelsey.

The funding for their operations is provided on a Provincial (75%) and Municipal (25%) basis. Additional funds may be obtained through partnerships with external agencies.

2 SIGNIFICANT ACCOUNTING POLICIES

General

In accordance with generally accepted accounting principles, the organization utilized the accrual basis of accounting for all revenues and expenditures.

Fund Accounting

The organization maintains its accounts in accordance with the principles of fund accounting in order that limitations and restrictions placed on the use of the available resources are observed. Under fund accounting, resources are classified for accounting and reporting purposes into funds in accordance with specified activities or objectives. A general operating fund, restricted fund, and capital funds are used.

Project reporting / Administrative expenditure reporting Policy

As part of the conditions of the provincial funding, the organization must report it's expenditure in a project driven manner and as such, the policy regard the terms of the provincial funding was revised in May 2003.

3 ACCOUNTS RECEIVABLE

	2007	2006
Program Receivables	$ 1,922	$ 15,865
GST Refund / Source Ded. Credit	9,864	8,835
	$ 11,786	$ 24,700

4 ACCOUNTS PAYABLE (NET)

	2007	2006
Audit Accrual	$ 1,650	$ 2,052
Program Payables	2,742	3,073
Payroll Accrual	1,234	-
	$ 5,626	$ 5,125

5. PROPERTY, PLANT & EQUIPMENT

Property, Plant & Equipment are recorded at cost Amortization is recorded using the following method and Rates as follows with 1/2 of the normal rate being used in the year of acquisition

Equipment	20%	decining balance
Computer Hardware	30%	decining balance
Computer Software	20%	straight-line
Vehicle	30%	declining balance

	Cost	Accumulated Amortization	Net Book Value 2007	Net Book Value 2006
Equipment	$ 48,169	$ 29,211	$ 18,958	$ 23,698
Computer Hardware	15,778	11,326	4,452	5,152
Computer Software	16,610	16,348	262	374
Vehicle	29,342	24,898	4,444	6,349
	$ 109,899	$ 81,783	$ 28,116	$ 35,573

6. PRIOR PERIOD ADJUSTMENT

The Prior Period Adjustment in 2007 was a timing adjustment for $600 for a missed expense from 2006 It is immaterial in nature The Prior Perior Adjustment for 2006 consists of a reversal of a 2000 payable to Linnett Watershed of $1000, a vehicle usage transaction of $944, and two stale dated cheques The 2006 net PPA is deemed to be immaterial in nature

7. STATEMENT OF CASH FLOW

As the organization is reporting on a fund accounting basis, a statement of cash flow has not been included with these financial statements as its inclusion would not provide additional meaningful information

8. COMPLETION & AUTHORIZATION

Date of Substantial Completion June 19, 2007
Date of Authorization & Issue
Authorized by Chairperson, Board of Directors

M. FAYE KOBELKA
CERTIFIED GENERAL ACCOUNTANT
BOX 1228
THE PAS, MB
R9A 1L2
TEL: 204-623-4664   FAX: 204-623-4686

AUDITOR'S COMMENTS ON SUPPLEMENTARY INFORMATION

To the Executive of:
KELSEY CONSERVATION DISTRICT

The audited financial statements of Kelsey Conservation District as at March 31, 2007 and my report June 19, 2007 are presented in the preceding section of this report. The supplementary information presented hereafter was derived from the accounting records tested by me as part of the auditing procedures followed in my examination of the financial statements and, in my opinion, they are presented in all material respects in relation to the financial statements taken as a whole.

M. Faye Kobelka
Certified General Accountant

June 19, 2007
The Pas, MB

KELSEY CONSERVATION DISTRICT
APPENDIX A - SCHEDULE OF COST SHARING
Audited
For the Year Ended March 31, 2007

	Total Expenditures	External	Provincial	Local
Administration (Note 2)	$ 15,256	$ -	$ 12,410	$ 2,846
Assets	8,451		6,874	1,577
Programs	89,588		72,874	16,714
Public Education	58,815	-	47,842	10,973
Total Expenditure	$ 172,110	$ -	$ 140,000	$ 32,110
Provincial Grants Received			140,000	
Less: Provincial Share of Expenditure			140,000	
Provincial Excess			$ -	

KELSEY CONSERVATION DISTRICT
APPENDIX B - SCHEDULE OF PROJECT EXPENDITURE
Audited
For the Year Ended March 31, 2007

	2007	2006
PUBLIC EDUCATION		
Automotive	$ 2,398	$ -
Board Remuneration	14,571	16,667
Expansion	1,091	702
Farm Family	1,091	694
Management Plan	956	23,500
MCDA Convention	5,212	10,150
Meetings & Travel	4,997	7,064
Newsletter / Advertising	4,602	8,467
Office & Supplies	1,639	3,846
Partner / Project Signage	1,189	661
Professional Development	6,335	8,664
Public Education / Relations	6,511	6,646
School Program	4,418	3,265
Summer Tour	3,805	5,160
	58,815	95,486
RECREATION / TOURISM		
Automotive	11	-
Cranberry Dock	29	35
Eco-Tourism / Interpretive Trail	334	-
Grace Lake Education Centre	1,515	-
Grace Lake Trail	1,143	1,915
Heritage Building	29	35
Office & Supplies	121	59
Wanless Community Grounds	29	139
Wanless Dock	1,154	23
	4,365	2,206
SOILS		
Automotive	1,204	-
Bale Grazing	899	-
Burdock Control	1,338	5,235
Composting	4,518	2,119
Forage Program	1,479	2,825
Heavy Harrow Program	1,139	492
Native Grass Planting	1,139	1,065
Office & Supplies	892	913
Rotational Winter Feeding	29	4,190
Rotational Grazing	2,250	1,007
Saline Soils	1,069	-
Soil Sampling	6,479	2,546
Swath Grazing	6,519	9,379
Tree Planting	2,052	3,653
Zero Till	1,091	672
	32,097	34,096

KELSEY CONSERVATION DISTRICT
APPENDIX B - SCHEDULE OF PROJECT EXPENDITURE
Audited
For the Year Ended March 31, 2007

	2007	2006
WATER		
Abandoned Wells	5,555	9,454
Automotive	1,134	-
Buffer Strip	1,247	-
Chemical Storage	1,139	1,402
Drainage	1,139	35
Exclusion Fencing	1,253	5,038
Livestock Watering	9,072	7,890
Manure Composting	1,140	977
Manure Management	9,165	8,260
Office & Supplies	1,093	1,224
Palure Pipeline	1,142	2,622
Riparian Rehab	1,140	1,784
Recycling	29	-
Summerberry Project	1,155	-
Well Disinfection	1,368	1,768
Water Protection	1,367	2,874
Well Quality Testing	1,134	2,409
	39,272	45,737
WILDLIFE		
Artificial Nesting Structures	1,796	3,246
Automotive	251	-
Beaver Baffler Program	991	376
Cranberry Breakwater	1,139	362
Cranberry Creek	1,139	332
Cranberry Trail	2,950	796
Fish Stocking	1,139	1,687
Fishway Study	1,529	332
Office & Supplies	376	199
Other	1,111	-
Rocky Lake Study	1,131	35
	13,552	7,365
BOARD & STAFF DEVELOPMENT		
Professional Development	71	
Staff Meetings	231	
	302	-
TOTAL PROJECT EXPENDITURE	$ 148,403	$ 184,890

LASALLE REDBOINE CONSERVATION DISTRICT

FINANCIAL STATEMENTS

For the year ended March 31, 2007

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AUDITORS' REPORT

To the Board of Directors:
LaSalle Redboine Conservation District
Holland, Manitoba

We have audited the statement of financial position of **LaSalle Redboine Conservation District** as at **March 31, 2007** and the statement of operations for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at **March 31, 2007** and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedules of Cost Sharing and Provincial Contributions presented by the District.

PARTNERSHIP OF
CHARTERED ACCOUNTANTS

Brandon, Manitoba
May 10, 2007

LASALLE REDBOINE CONSERVATION DISTRICT
STATEMENT OF FINANCIAL POSITION
For the year ended March 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash	$ 24,185	$ 103
Short term investments (Note 2)	24,882	24,330
Accounts receivable (Note 2)	27,879	35,466
Provincial grant receivable (Schedule 3)	25,124	23,190
Inventories (Note 2)	5,182	4,767
Prepaid expenses		2,461
	107,252	90,317
PROPERTY, PLANT AND EQUIPMENT (Notes 2 and 3)	170,053	206,544
	$ 277,305	$ 296,861
LIABILITIES		
CURRENT		
Bank indebtedness (Note 4)	$	$ 1,174
Accounts payable	14,137	4,055
Deferred revenue	44,589	38,839
	58,726	44,068
DEFERRED CONTRIBUTIONS (Note 9)	142,212	166,487
	200,938	210,555
FUND BALANCES		
INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT (Note 10)	27,841	40,056
UNRESTRICTED FUND	48,526	46,250
	76,367	86,306
	$ 277,305	$ 296,861

Approved on Behalf of the Board

Director

LASALLE REDBOINE CONSERVATION DISTRICT

STATEMENT OF CHANGES IN NET ASSETS

For the year ended March 31, 2007

	Investment in Property, Plant and Equipment	Unrestricted	2007 Total	2006 Total
NET ASSETS, beginning of year	$ 40,056	$ 46,250	$ 86,306	$ 88 286
(DEFICIENCY) EXCESS OF REVENUES OVER EXPENDITURES for the year	(12,215)	2,276	(9,939)	(1 980)
NET ASSETS, end of year	$ 27,841	$ 48,526	$ 76,367	$ 86 306

LASALLE REDBOINE CONSERVATION DISTRICT
STATEMENT OF OPERATIONS
For the year ended March 31, 2007

	2007	2006
REVENUE		
Province of Manitoba grant	$ 226,934	$ 218,678
Municipal grants (Note 7)	77,232	76,803
Other grants - Province of Manitoba FEI	25,000	22,500
- Shell environmental funding	32,398	2,500
- Hometown Green Team Youth Funding	2,312	2,284
- Fisheries & Oceans Canada	11,000	1,500
- MB Recreational Trail Association	1,500	1,500
- Ducks Unlimited		500
- SCI funding	20,381	191
- Water Stewardship	10,240	
- PFRA environmental fund	308	
Amortization of deferred contributions	24,275	30,222
Project revenue	16,109	15,706
Donation		1,694
Other revenue	534	768
Interest	1,469	718
Rebate - Municipal trading company	62	260
Human Resources Development Canada	2,544	
	452,298	375,824
EXPENSES per schedule 1	462,237	377,802
LOSS	$ (9,939)	$ (1,978)

LASALLE REDBOINE CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2007

1. ENTITY DEFINITION

The La Salle Redboine Conservation District was formed January 30, 2002 by an Order - in - Council of the Province of Manitoba to administer and develop programs for the effective management and conservation of the natural resources. The District receives funding from the Province of Manitoba and certain municipalities and is governed by a Board of Directors from the various municipalities involved in the Conservation District. The District is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and includes the following significant accounting policies.

Short term investments

The short term investments represent a GIC investment with an interest rate of 3.25%. This investment will mature on June 30, 2007.

Accounts receivable

Accounts receivable have been determined to be all collectible, therefore, no allowance for doubtful accounts has been made.

Inventories

Inventory is valued at the lower of cost and net realizable value determined by the first-in, first-out method.

Property, plant and equipment

Property, plant and equipment are recorded at cost. Contributed property, plant, and equipment are recorded at fair value at the date of contribution. Where fair value cannot be reasonably determined, contributed capital assets are recorded at a nominal amount. Amortization is based on the estimated useful life of the asset and is calculated using the straight line basis at the following annual rates:

Buildings	5%
Field equipment	10%
Computer equipment	20%
Office equipment	10%
Automotive equipment	15%

Revenue recognition

Revenue is recorded in the period specified in the funding agreements entered into with government agencies and other organizations. Funding received in advance of making the related expenditures is deferred.

Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributed materials and services

Volunteers contribute numerous hours and materials during the period to assist the Organization in carrying out its service delivery activities. Because of the difficulty of determining their fair market value, contributed services and materials (other than the land and building) are not recognized in the financial statements.

Defined contribution pension plan

The Organization's pension plan is administered by Manitoba Municipal Employee Benefits Program. All expenses consist of the contributions required under the plan.

3. PROPERTY, PLANT AND EQUIPMENT

	Balance, Beginning of Year	Additions	Disposals	Balance, End of Year
Land	$ 2 300			$ 2 300
Buildings	116 079			116 079
Field equipment	33 765			33 765
Computer equipment	96 739			96 739
Office equipment	5 509			5 509
Automotive equipment	51 740			51 740
	306 132			306 132
ACCUMULATED AMORTIZATION				
Buildings	13 203	5 804		19 007
Field equipment	8 938	3 027		11 965
Computer equipment	44 819	19 348		64 167
Office equipment	1 585	550		2 135
Automotive equipment	31 044	7 761		38 805
	99 589	36 490		136 079
BOOK VALUE	$ 206 543			$ 170 053

4. BANK INDEBTEDNESS

	2007	2006
Bank overdraft	$	$ 1 174

The Conservation District does not have an authorized line of credit. This overdraft balance has resulted from the timing of outstanding cheques and deposits.

5. STATEMENT OF CASH FLOWS

A Statement of Cash Flows has not been provided as it would not provide any further information to the users of the financial statements.

6. ECONOMIC DEPENDENCE

La Salle Redboine Conservation District receives at least 58% of its operating revenue from the Provincial Government and is economically dependent on it.

7. MUNICIPAL GRANTS

Grants received from local government involvement in the conservation district were the following:

	2007	2006
RM of Cartier	$ 7,714	$ 7,833
RM of Dufferin	8,390	8,515
RM of Grey	6,574	6,684
RM of Macdonald	16,154	16,333
RM of Portage la Prairie	18,933	17,728
RM of Ritchot	1,364	1,376
RM of South Norfolk	3,922	3,992
RM of Victoria	3,015	3,069
City of Portage la Prairie	8,921	9,003
Town of Carman	1,799	1,815
Village of St. Claude	178	181
Town of Treherne	268	274
	$ 77,232	$ 76,803

8. FINANCIAL INSTRUMENTS

Credit risk management

The District is exposed to credit risk on the accounts receivable from its customers. In order to reduce it credit risk, the Company has adopted credit policies which include the analysis of the financial position of its customers and the regular review of their credit limits.

The District does not have a significant exposure to any individual customer or counterpart. Its customers are mainly in the farming business.

9. DEFERRED CONTRIBUTIONS

In 2003, the land and building presently occupied by the Organization were donated by the Rural Municipality of Victoria. The fair market value of the land and building was $2,300 and $28,900 respectively. Since the building is a capital asset on which amortization is being recorded, the fair market value has been recorded as a deferred contribution, and the recognition of the value of this donation will occur annually as amortization is recorded on the building over its estimated useful life.

In 2004, the Organization purchased specialized equipment, of which $40,246 was funded by the Manitoba Water Services Board. Since this equipment is a capital asset of which amortization is being recorded, the amount funded has been recorded as a deferred contribution, and the recognition of the value of this donation will occur annually as amortization is recorded on the equipment over its estimated useful life.

The Province of Manitoba funds 75% of the purchase of property, plant, and equipment (not including external funding). In 2006, $5,244 was recoverable from the Province for property, plant, and equipment additions. This Provincial funding has also been reflected in the deferred contribution amount.

The change in the deferred contributions balance for the year is as follows:

	2007	2006
Balance, beginning of year	**$ 166,487**	$ 191,465
Add: Amount received in the year		5,244
Less: Amortization charged to revenue in the year	**(24,275)**	(30,222)
Balance, end of year	**$ 142,212**	$ 166,487

10. NET ASSETS INVESTED IN PROPERTY, PLANT AND EQUIPMENT

As at March 31, 2007, the La Salle Redboine Conservation District has $46,324 invested in property, plant and equipment as follows:

		2007		2006
Balance, beginning of year	**$**	**40,056**	$	44,576
Amortization of defered contributions related to property, plant, and equipment		**24,275**		30,222
Amortization of property, plant, and equipment		**(36,490)**		(36,490)
Interfund transfers (Note 12)				1,748
Balance, end of year	**$**	**27,841**	$	40,056

11. NET ASSET TRANSFERS

During the year, funds were transferred from unrestricted net assets to net assets invested in property, plant, and equipment in the amount of $0 (2006 - $1,748) in order to fund the cash outlays for net property, plant, and equipment acquisitions of $0 (2006 - $6,992) less amounts received as funding for purchases of property, plant, and equipment of $0 (2006 - $5,244).

LASALLE REDBOINE CONSERVATION DISTRICT

SCHEDULE 1 - SCHEDULE OF EXPENSES

For the year ended March 31, 2007

	2007	2006
Advertising and promotion	323	1,043
Amortization	46,885	36,490
Bank charges and interest	399	409
Field equipment	1,571	
Insurance	2,397	4,422
Memberships dues and subscriptions	894	932
Miscellaneous	247	
Office and supplies	8,337	3,907
Professional fees		3,193
Project expenses - abandoned well sealing	15,084	16,285
- constructed wetland	17,568	109
- drainage mowing		24,547
- grassed runway	35,133	4,085
- gully erosion	19,572	18,475
- municipal erosion control	10,921	16,215
- pasture pipeline plow	466	4,800
- public education	8,634	27,192
- riparian fencing		62
- rotational grazing	1,692	2,947
- salinity seed	929	
- sediment barrier	1,865	4,498
- sensitive soils	7,336	71
- shelterbelt program	5,733	1,880
- tree clean up	12,602	5,069
- watershed planning	156,847	76,288
- water retention	16,680	19,003
- wildlife	370	3,309
Project supplies		46
Property taxes		1,594
Repairs and maintenance	336	1,504
Salaries and benefits	27,135	32,954
Telephone	4,051	3,985
Utilities	2,739	2,177
Water management - Boyne River Riparian Assessment	32,478	1,433
- La Salle River Riparian Assessment	9,820	33,011
- water testing	10,940	10,472
Wetland development trails	1,853	15,395
	462,237	377,802

LASALLE REDBOINE CONSERVATION DISTRICT
SCHEDULE 2 - SCHEDULE OF PROVINCIAL GRANT RECEIVABLE
For the year ended March 31, 2007

	2007	2006
Grant - Province of Manitoba	**$ 225,000**	$ 225,000
Less Prior year receivable	**23,190**	24,269
GRANT RECEIVED	**201,810**	200,731
Less Provincial allocation	**226,934**	223,921
RECEIVABLE - PROVINCE OF MANITOBA	**$ 25,124**	$ 23,190

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LA SALLE REDBOINE CONSERVATION DISTRICT
SCHEDULE 3 - SCHEDULE OF COST SHARING
For the year ended March 31, 2007

		Total Expenditures	Provincial	District Levies	Other	External
ADMINISTRATION						
General		36 981	27 336	9 645		
100% District		652		(1 191)	1 843	
	Sub Total	**37,633**	**27,336**	**8,454**	**1,843**	
ASSETS						
Office / Field Equipment		5 605	4 204	1 401		
Works Shop		7 716	5 287	2 429		
	Sub Total	**13,321**	**9,491**	**3,830**		
PUBLIC EDUCATION						
General		26 901	17 176	5 725		4 000
MCDA		15 232	10 424	4 808		
Tours / Workshops		6 097	4 573	1 524		
	Sub Total	**48,230**	**32,173**	**12,057**		**4 000**
WATERSHED PLANNING						
General		54 766	17 624	12 142		25 000
Meeting Costs		2 545	1 751	584		210
GIS Mapping		1 096	822	274		
Equipment & Yard Maintenance		964	557	186		221
Drain Licencing / Watershed Mgmt Plans		71 635	32 684	18 706		20 245
	Sub Total	**131,006**	**53,438**	**31,892**		**45,676**
SOILS						
Erosion Control		70 123	50 771	10 606	6 318	2 428
Shelterbelt / Buffer / Grazing		12 309	5 558	(3 102)	4 955	4 898
Salinity Seed / Sensitive Soils		929	697	232		
La Salle River Tree Clean-up		9 983	(193)	(64)		10 240
		93,344	**56,833**	**7,872**	**11,273**	**17,566**
WILDLIFE / FISHERIES	Sub Total					
Wildlife Programs / Conservation Corridors		642	482	160		
	Sub Total	**642**	**482**	**160**		
WATER						
Wells / Water Retention		27 118	18 518	2 718	3 454	2 428
Pasture / Livestock Managament		3 646	2 734	460	452	
Water Testing / Water Demo		10 940	8 205	1 805	930	
Drainage Mowing		17 568	13 176	4 392		
La Salle River Riparian Study		9 820	2 865	955		6 000
Boyne River Riparian Study		32 479	1 683	561		30 235
	Sub Total	**101,571**	**47,181**	**10,891**	**4,836**	**38,653**
OTHER						
Amortization		36 490			36 490	
	Sub Total	**36,490**	**0**	**0**	**36,490**	
TOTAL EXPENDITURE		**462,237**	**226,934**	**74,95**	**54,442**	**105,905**

Appendix G

LAKE OF THE PRAIRIES CONSERVATION DISTRICT

FINANCIAL STATEMENTS

For the year ended March 31, 2007

LAKE OF THE PRAIRIES CONSERVATION DISTRICT

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AUDITORS' REPORT

To the Board of Directors:
Lake of the Prairies Conservation District
Inglis, Manitoba

We have audited the balance sheet of **Lake of the Prairies Conservation District** as at **March 31, 2007** and the statements of revenue, expenditure and surplus and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at **March 31, 2007** and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedule of Cost Sharing and Provincial Grant Receivable presented by the District.

Russell, Manitoba
May 9, 2007

PARTNERSHIP OF
CHARTERED ACCOUNTANTS

LAKE OF THE PRAIRIES CONSERVATION DISTRICT

BALANCE SHEET

As at March 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash	$ 3,730	$ 531
Accounts receivable	21,724	166
GST receivable	991	1,220
Provincial grant receivable (Schedule 2)	6,497	6,599
	32,942	8,516
PROPERTY, PLANT AND EQUIPMENT (Notes 2 and 3)	106,263	93,521
PATRONAGE DIVIDENDS	596	404
	$ 139,801	$ 102,441
LIABILITIES		
CURRENT		
Bank indebtedness (Note 4)	$ 20,393	$ 4,754
Accounts payable (Note 5)	1,525	1,380
Deferred revenue	5,155	10
	27,073	6,144
SURPLUS		
INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT (Note 10)	106,263	93,521
SURPLUS	6,465	2,776
	112,728	96,297
	$ 139,801	$ 102,441

Approved on behalf of
Lake of the Prairies Conservation District Board

Director

Director

LAKE OF THE PRAIRIES CONSERVATION DISTRICT

STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS

For the year ended March 31, 2007

	2007	2006
REVENUE		
Province of Manitoba grant	**$ 135,898**	$ 139,031
Municipal grants (Note 9)	**45,330**	45,572
External funding	**60,150**	14,917
Interest	**1,233**	775
Dividend income	**212**	
Miscellaneous income		304
	242,823	200,599
EXPENDITURES		
Administration	**22,301**	26,485
Forestry	**4,113**	675
Management	**78,943**	45,736
Miscellaneous	**2,869**	2,769
Public education	**36,191**	40,750
Recreation / tourism	**7,514**	
Soil programs	**22,779**	17,799
Water programs	**42,884**	27,743
Wildlife programs	**7,666**	18,862
	225,260	180,819
REVENUE OVER EXPENDITURES	**17,563**	19,780
OTHER ITEMS		
Gain on disposals of property, plant and equipment	**2,218**	
Investment in property, plant and equipment	**(16,092)**	(33,350)
	(13,874)	(33,350)
NET INCOME (LOSS) FOR YEAR	**3,689**	(13,570)
SURPLUS, BEGINNING OF YEAR	**2,776**	16,346
SURPLUS, END OF YEAR	**$ 6,465**	$ 2,776

LAKE OF THE PRAIRIES CONSERVATION DISTRICT
STATEMENT OF CASH FLOWS
For the year ended March 31, 2007

	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	$ 44,071	$ 13,546
Cash paid to suppliers and employees	(225,119)	(186,008)
Interest received	1,233	775
Dividends received	212	
Grants received	181,228	184,603
	1,625	12,916
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(16,091)	(33,350)
Proceeds on disposal of property, plant and equipment	2,218	
Change in other long-term assets	(192)	(74)
	(14,065)	(33,424)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances on bank indebtedness	15,639	4,754
NET INCREASE (DECREASE) IN CASH	3,199	(15,754)
CASH, BEGINNING OF YEAR	531	16,285
CASH, END OF YEAR	$ 3,730	$ 531

LAKE OF THE PRAIRIES CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2007

1. ENTITY DEFINITION

The Lake of the Prairies Conservation District No. 12 was formed January 1, 2001 to administer and develop programs for the effective management and conservation of the natural resources in the Rural Municipalities of Shellmouth-Boulton, Silver Creek, Park North, and Russell, the Town of Russell and Village of Binscarth. Each member municipality appoints local representatives to create a district board. Approximately 75% of the district's annual budget comes from the province while member municipalities contribute 25% of the total in amounts based on their own assessments. The conservation district employs a full-time district manager and a full-time administrator as well as part-time work crews.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and includes the following significant accounting policies:

Property, plant and equipment

Property, plant, and equipment are recorded at cost, and are expensed in the year of acquisition or disposal.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

3. PROPERTY, PLANT AND EQUIPMENT

	Balance, Beginning of Year	Additions	Disposals	Balance, End of Year
Office equipment	$ 9 407	3 162		$ 12 569
Computer equipment	7 994	4 459		12 453
Machinery	26 320	7 190	3 350	30 160
Truck	19 800			19 800
Land and buildings	30 000	1 281		31 281
	93 521	16 092	3 350	106 263
BOOK VALUE	$ 93 521			$ 106 263

4. BANK INDEBTEDNESS

	2007	2006
Bank overdraft	$ 20,393	$ 4,754

There is no authorized line of credit. The overdraft has resulted from recorded outstanding cheques which were covered by deposits made subsequent to the year end.

5. ACCOUNTS PAYABLE

	2007	2006
Accrued auditing fees	$ 1,525	$ 1,380

6. PRIOR YEAR'S FIGURES

The prior year's figures have been restated to conform to current year's presentation.

7. ECONOMIC DEPENDENCE

Lake of the Prairies Conservation District receives at least 60% of its operating revenue from the Provincial Government and is economically dependent on it.

8. MUNICIPAL GRANTS

Grants received from local government involvement in the conservation district were the following

	2007	2006
R.M. of Shellmouth-Boulton	$ 13,710	$ 12,377
R.M. of Silver Creek	8,195	7,399
R.M. of Russell	7,794	7,037
Town of Russell	3,177	2,868
Village of Binscarth	278	251
RM of Shell River	11,843	10,693
RM of Park North	1,888	1,705
Town of Roblin	3,590	3,242
	$ 50,475	$ 45,572
Less deferred portion of municipal levies	5,145	
	$ 45,330	$ 45,572

9. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of cash, accounts receivable, provincial grant receivable, bank indebtedness, and accounts payable. The carrying values of these financial assets and liabilities approximate their fair values due to their short term maturity.

Credit risk management

The District is exposed to credit risk on the accounts receivable from its customers. In order to reduce it credit risk, the Company has adopted credit policies which include the analysis of the financial position of its customers and the regular review of their credit limits.

The District does not have a significant exposure to any individual customer or counterpart. Its customers are mainly in the farming business.

10. INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT

The property, plant and equipment expenditures are accounted for on the balance sheet with an offsetting entry to the Investment in Property, Plant and Equipment account.

LAKE OF THE PRAIRIES CONSERVATION DISTRICT

SCHEDULE 1 - SCHEDULE OF COST SHARING

For the year ended March 31, 2007

	Cost Share %			Total			District	
	Prov.	Levy	Other	Expenditures	Provincial	Levies	Other	External
MANAGEMENT PLANNING								
Monthly Board planning - staff	75%	25%	0%	10,169	7,627	2,542		
Sub/District Meetings	75%	25%	0%	3,482	2,611	871		
Strategic Planning	75%	25%	0%	10,945	8,209	2,736		
Remuneration	75%	25%	0%	5,942	4,457	1,485		
Integrated Watershed Management Plan	57%	19%	23%	10,090	5,799	1,933		2,358
EAEP - Manager Time and Travel Expense	3%	1%	97%	38,315	998	333		36,984
				78,943	**29,701**	**9,900**		**39,342**
ADMINISTRATION								
Office operation	75%	25%	0%	22,301	16,726	5,575		
				22,301	**16,726**	**5,575**		
CAPITAL PURCHASES								
Office Equipment	75%	25%	0%					
Survey Equipment	75%	25%	0%	706	530	176		
Off-Site Watering Equipment	75%	25%	0%	7,190	5,393	1,797		
Website	75%	25%	0%	1,926	1,445	481		
Display	75%	25%	0%	2,456	1,842	614		
Computer Equipment	75%	25%	0%	2,533	1,898	635		
Building Purchase professional fee	75%	25%	0%	1,281	960	321		
				16,092	**12,068**	**4,024**		
PUBLIC EDUCATION								
Public education	75%	25%	0%	12,380	9,285	3,095		
Eco-Camp & Wetlands Classroom	34%	11%	55%	2,896	980	327	790	800
Recreational Shoreline Stewardship	75%	25%	0%	680	510	170		
Advertising	75%	25%	0%	2,457	1,843	614		
Newsletter	75%	25%	0%	2,995	2,246	749		
Professional development	75%	25%	0%	3,730	2,797	932		
Display - promo items	75%	25%	0%	315	236	79		
LPCD & MCDA annual tour	75%	25%	0%	1,593	1,195	398		
Meetings/conventions/banquets	58%	19%	23%	9,145	5,311	1,770	2,064	
				36,191	**24,403**	**8,134**	**2,854**	**800**
WILDLIFE/FISHERIES								
Beaver management	75%	25%	0%	1,897	1,423	475		
Wetlands interpretive marsh boardwalk	43%	14%	43%	5,769	2,451	817		2,500
				7,666	**3,874**	**1,292**		**2,500**
FORESTRY								
Woodlot Management	69%	23%	8%	1,247	856	285	105	
Community reforestation initiative	75%	25%	0%	2,866	2,150	717		
				4,113	**3,006**	**1,002**	**105**	
Balance to carry forward				**165,306**	**89,778**	**29,927**	**2,959**	**42,642**

LAKE OF THE PRAIRIES CONSERVATION DISTRICT

SCHEDULE 1 - SCHEDULE OF COST SHARING

For the year ended March 31, 2006

Balance to carry forward				165,306	89,778	29,927	2,959	42,642
SOILS								
Forage establishment	75%	25%	0%	5,321	3,991	1,331		
Salinity barriers	10%	34%	87%	1,040	105	35		900
Winter cereals	75%	25%	0%	3,320	2,490	831		
Grassed waterways	75%	25%	0%	1,069	801	267		
Zero till incentives	75%	25%	0%	934	700	233		
Shoreline & streambank stabilization	75%	25%	0%	1,239	929	310		
Erosion control initiatives	75%	25%	0%	1,648	1,236	412		
Soil testing	75%	25%	0%	252	189	63		
RM ditch erosion control project	75%	25%	0%	417	313	104		
Summer student	47%	16%	37%	6,276	2,973	991		2,312
Soil management expenses	75%	25%	0%	1,263	947	316		
				22,779	**14,674**	**4,893**		**3,212**
WATER								
Creek rehabilitation	75%	25%	0%	672	504	168		
Manure management	75%	25%	0%	1,718	1,288	429		
Alternate watering & distribution systems	75%	25%	0%	10,169	7,627	2,542		
Riparian stewardship program	71%	24%	5%	4,629	3,309	1,103		217
Shellmouth dam liaison	75%	25%	0%	381	286	95		
Inter-provincial water issues	75%	25%	0%	486	365	122		
Water quality management	75%	25%	0%	1,559	1,169	390		
Abandoned well sealing	75%	25%	0%	1,619	1,214	405		
Off-site solar powered water system trials	75%	25%	0%	152	114	38		
Pasture pipeline plow rental	-8%	-2%	110%	679	(53)	(18)	750	
Roblin effluent irrigation & wetlands	75%	25%	0%	2,002	1,502	501		
Shell river weir removal	75%	25%	0%	678	508	169		
Bear creek model watershed	75%	25%	0%	782	587	196		
Summer conservation technician	51%	17%	32%	16,049	8,194	2,731		5,123
Water management expenses	75%	25%	0%	1,309	982	327		
				42,884	**27,596**	**9,198**	**750**	**5,340**
RECREATION/TOURISM								
Goose lake dock	75%	25%	0%	1,532	1,149	383		
Wetlands interpretive trail project	35%	12%	53%	5,982	2,082	695	412	2,793
				7,514	**3,231**	**1,078**	**412**	**2,793**
MISCELLANEOUS								
Building maintenance	22%	7%	71%	2,869	619	206	1,044	1,000
				2,869	**619**	**206**	**1,044**	**1,000**
TOTAL EXPENDITURES				**241,352**	**135,898**	**45,302**	**5,165**	**54,987**

LAKE OF THE PRAIRIES CONSERVATION DISTRICT
SCHEDULE 2 - SCHEDULE OF PROVINCIAL GRANT RECEIVABLE
For the year ended March 31, 2006

	2007	2006
PROVINCIAL GRANT RECEIVABLE, beginning of the year	**$ 6,599**	$ 3,569
Add: Provincial allocation	**135,898**	139,030
Less: Provincial grant received	**136,000**	136,000
PROVINCIAL GRANT RECEIVABLE, end of the year	**$ 6,497**	$ 6,599

Appendix H

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT

FINANCIAL STATEMENTS

For the year ended March 31, 2007

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT
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AUDITORS' REPORT

To the Board of Directors:
Little Saskatchewan River Conservation District
Oak River, Manitoba

We have audited the balance sheet of **Little Saskatchewan River Conservation District** as at **March 31, 2007** and the statements of operations and surplus (deficit) and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2007 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedule of Cost Sharing presented by the District.

Brandon, Manitoba
May 11, 2007

PARTNERSHIP OF
CHARTERED ACCOUNTANTS

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT
BALANCE SHEET
As at March 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash	$ 19,238	$ 26 988
Accounts receivable (Note 2)	46,664	23 279
Provincial grant receivable (Note 10)	1,125	128
GST receivable	5,045	3 772
Inventories (Note 2)	2,964	9 666
Prepaid expenses	2,033	2 567
	77,069	66 400
PROPERTY, PLANT AND EQUIPMENT (Notes 2 and 3)	94,084	63 750
	$ 171,153	$ 130 150
LIABILITIES		
CURRENT		
Bank indebtedness (Note 4)	$ 33,810	$ 34 824
Accounts payable (Note 5)	4,984	6 032
Unearned revenue (Note 2)	35,948	36 484
	74,742	77 340
SURPLUS		
INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT (Note 8)	94,084	63 750
SURPLUS (DEFICIT)	2,327	(10 940)
	96,411	52 810
	$ 171,153	$ 130 150

Approved on behalf of the Board

Rod Mitchell, Vice-Chair

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT
STATEMENT OF REVENUES AND DEFICIT
For the year ended March 31, 2007

	2007	2006
REVENUE		
Grants		
Province of Manitoba	$ 170,997	$ 135,639
External funding	64,433	16,904
Ducks Unlimited	35,000	12,081
Provincial government grants	1,361	
Municipal levies (Note 7)	59,198	56,596
Land owner contributions	28,108	50,190
ALUS project	51,276	18,499
Miscellaneous	605	1,710
Interest	973	143
	411,951	291,762
EXPENSES per Schedule 1	398,684	271,330
NET INCOME FOR YEAR	13,267	20,432
DEFICIT, BEGINNING OF YEAR	(10,940)	(31,372)
SURPLUS (DEFICIT),END OF YEAR	$ 2,327	$ (10,940)

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT
STATEMENT OF CASH FLOWS
For the year ended March 31, 2007

		2007		2006
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from customers	$	55,159	$	97 485
Cash paid to suppliers and employees		(392,313)		(268 161)
Interest received		973		143
Grants received		329,628		221 220
Interest paid		(183)		(1 672)
		(6,736)		49 015
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment		(30,333)		
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of bank indebtedness		(1,014)		(22 128)
Change in property, plant and equipment		30,333		
		29,319		(22 128)
NET INCREASE (DECREASE) IN CASH		(7,750)		26 887
CASH, BEGINNING OF YEAR		26,988		101
CASH, END OF YEAR	$	19,238	$	26 988

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2007

1. ENTITY DEFINITION

Little Saskatchewan River Conservation District was established by an Order-in-Council of the Province of Manitoba on January 1, 1999. The District receives funding from the Province of Manitoba and certain municipalities and is governed by a board of directors from the various municipalities involved in the Conservation District. The District is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounts receivable

Accounts receivable have been determined to be all collectible, therefore no allowance for doubtful accounts has been made.

Inventories

Inventory is valued at the lower of cost and net realizable value determined by the first-in, first-out method.

Property, plant and equipment

Property, plant and equipment are recorded at cost. The organization has adopted a policy not to amortize the property, plant and equipment.

Unearned revenue

Unearned revenue is the portion of fees received prior to year end which relates to programs and services to be delivered after year end.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

3. PROPERTY, PLANT AND EQUIPMENT

	Balance, Beginning of Year	Additions	Disposals	Balance, End of Year
Ford F250 Diesel	$ 25 900			$ 25 900
Computer	37 177			37 177
Laser level	10 187			10 187
Office equipment	7 994	3 057		11 051
Pipeline plow	6 194			6 194
Seed drill	22 550			22 550
Utility trailer	3 323			3 323
Water pumps	604	1 320		1 924
Vehicle		20 384		20 384
Furniture		5 573		5 573
	113 929	30 334		144 263
ACCUMULATED AMORTIZATION				
Ford F250 Diesel	15 540			15 540
Computer	24 824			24 824
Office equipment	1 146			1 146
Seed drill	8 669			8 669
	50 179			50 179
NET BOOK VALUE	$ 63 750			$ 94 084

4. BANK INDEBTEDNESS

	2007	2006
Bank overdraft	$ 33,810	$ 34 824

Bank indebtedness is secured by a General Security Agreement. There is an authorized $50 000 line of credit with an interest rate at prime plus 1%. The prime rate of interest on March 31, 2007 was 6.0% (2006 - 5.5%).

5. ACCOUNTS PAYABLE

	2007	2006
Accrued accounting	$ 1,996	$ 1 710
Trade	2,988	4 322
	$ 4,984	$ 6 032

6. ECONOMIC DEPENDENCE

Little Saskatchewan River Conservation District receives at least 40% of its operating revenue from the Province of Manitoba and is economically dependent on it.

7. MUNICIPAL GRANTS

Grants received from local government involvement in the conservation district were the following:

		2007		2006
Rural Municipality of Blanshard	$	**8,174**	$	7,823
Rural Municipality of Clanwilliam		**3,244**		3,118
Rural Municipality of Daly		**7,969**		7,620
Rural Municipality of Harrison		**5,945**		5,708
Rural Municipality of Minto		**3,894**		3,744
Rural Municipality of Odanah		**1,646**		1,575
Rural Municipality of Park		**7,601**		7,153
Rural Municipality of Rosedale		**27**		34
Rural Municipality of Saskatchewan		**7,742**		7,408
Rural Municipality of Strathclair		**6,780**		6,500
Town of Erickson		**347**		344
Town of Minnedosa		**4,222**		4,024
Town of Rivers		**1,411**		1,359
Town of Rapid City		**196**		186
	$	**59,198**	$	56,596

8. INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT

The property, plant and equipment expenditures are accounted for on the balance sheet with an offsetting entry to the Investment in Property, Plant and Equipment account.

9. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of cash, accounts receivable, provincial grant receivable, bank indebtedness, accounts payable and unearned revenue. The carrying values of these financial assets and financial liabilities approximate their fair values due to their short term maturity.

Credit risk management

The organization is exposed to credit risk on the accounts receivable from its customers. In order to reduce its credit risk, the organization has adopted credit policies which include the analysis of the financial position of its customers and the regular review of their credit limits.

The organization does not have a significant exposure to any individual customer or counterpart. Its customers are mainly in the farming business.

10. PROVINCIAL GRANT RECEIVABLE/PAYABLE

	2007	2006
Grant - Province of Manitoba	$ 170,000	$ 170,000
Less: Prior year receivable	128	34,489
GRANT RECEIVED	169,872	135,511
Less: Provincial allocation	170,997	135,639
RECEIVABLE - PROVINCE OF MANITOBA	$ 1,125	$ 128

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT

SCHEDULE 1 - SCHEDULE OF EXPENSES

For the year ended March 31, 2007

		2007		2006
Accounting	$	2,044	$	1,693
Advertising		5,936		4,418
Bad debts expense		50		
Board remuneration		29,804		21,533
Computer software		1,516		
Heat, light and power		2,072		2,060
Insurance		2,034		2,013
Interest and bank charges		183		1,672
MCDA dues		3,000		3,000
Miscellaneous		184		232
Office		46,719		4,832
Public education		26,423		10,287
Rent		2,400		2,400
Repairs and maintenance		6,373		3,574
Salaries		121,436		124,126
Shelterbelts and salinity program				225
Small dams		523		318
Soil programs		49,055		4,043
Sub-district programs (Schedule 2)		62,979		65,313
Telephone		5,734		5,563
Training		1,429		1,517
Travel		261		703
Vehicle expense		2,807		1,301
Water programs		25,472		10,470
Well capping		250		37
	$	398,684	$	271,330

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT

SCHEDULE 2 - SCHEDULE OF EXPENDITURE- SUB-DISTRICT PROGRAMS

For the year ended March 31, 2007

UPPER OAK RIVER SUB-DISTRICT #72A

		2007		2006
Beaver management	$		$	280
Forage		**4,000**		
Pasture improvements				2,500
Well capping				718
		4,000		3,498

LOWER OAK RIVER SUB-DISTRICT #72B

		2007		2006
Feedlot relocation	$	**3,000**	$	
Forage		**10,080**		3,075
Pasture improvements		**714**		1,000
Pasture plow				450
Small dams				
Well capping				750
Warranty fund		**3,279**		18,944
		17,073		24,219

UPPER CENTRAL LITTLE SASKATCHEWAN RIVER SUB-DISTRICT #81A

		2007		2006
Beaver management	$		$	1,125
Forage		**6,040**		1,410
Pasture plow				1,116
Well capping				427
Well capping		**420**		
Woodlots		**805**		3,194
		7,265		7,272

LOWER CENTRAL LITTLE SASKATCHEWAN RIVER SUB-DISTRICT #81B

		2007		2006
Forage	$	**7,600**	$	2,790
Pasture improvements				1,000
Pasture plow				1,905
Runway stabilization		**2,295**		11,524
Well capping				619
		9,895		17,838

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT

SCHEDULE 2 - SCHEDULE OF EXPENDITURE- SUB-DISTRICT PROGRAMS

For the year ended March 31, 2007

	2007	2006
UPPER LITTLE SASKATCHEWAN RIVER SUB-DISTRICT #82A		
Beaver management	$	$ 280
Forage	5,300	2,460
Pasture plow		980
Well capping		883
Woodlot	2,414	
	7,714	4,603
LOWER LITTLE SASKATCHEWAN RIVER SUB-DISTRICT #82B		
Forage	$ 7,140	$ 3,600
Pasture improvements	3,000	1,500
Pasture plow		1,320
Riparian partnership		633
Well capping		830
Warranty fund	5,283	
Woodlot	1,609	
	17,032	7,883
	$ 62,979	$ 65,313

LITTLE SASKATCHEWAN RIVER CONSERVATION DISTRICT

SCHEDULE 3 - SCHEDULE OF COST SHARING

For the year ended March 31, 2007

		Total Expenditures	Provincial	District	Other	External
ADMINISTRATION						
Office operation		32 733	24 549	7 025	1 159	
	Sub Total	**32,733**	**24,549**	**7,025**	**1,159**	
ASSETS						
Computer equipment		3 057	2 293	764		
Office furniture		5 572	4 179	1 393		
Equipment		21 704	16 278	5 426		
	Sub Total	**30,333**	**22,750**	**7,583**		
PUBLIC EDUCATION						
Educational programs		7 702	3 151	1 051		3 500
Tours & workshops		2 432	1 824	608		
Advertising		20 078	11 420	3 806		4 852
Communications		41 328	30 996	9 992	340	
	Sub Total	**71,540**	**47,391**	**15,457**	**340**	**8,352**
SOILS						
Hay assistance		51 228	12 143	4 048		35 037
Pasture improvement		5 294	3 157	1 052		1 085
Drill lease		5 473	4 077		1 396	
Alternate land use strategy		52 554	1 277		21 535	29 742
EAEP		57 007	8 610	2 870		45 527
	Sub Total	**171,556**	**29,264**	**7,970**	**22,931**	**111,391**
WILDLIFE/FISHERIES						
Reparian partnership		1 889	1 417	472		
Beaver management		8 470	3 464		2 500	2 506
	Sub Total	**10,359**	**4,881**	**472**	**2,500**	**2,506**
FORESTRY						
Woodlots for healthy watersheds		7 332	2 124	708		4 500
Shelterbelts		1 670	1 162	387		121
	Sub Total	**9,002**	**3,286**	**1,095**		**4,621**
WATER						
Headwater Storage		493	370	123		
Feedlot relocation		3 986	2 989	997		
Abandoned wells		1 164	873	154	137	
Runway stabilization		7 271	4 473		2 798	
Surveying		1 016	762	254		
Mini watershed		1 097	823	274		
Offsite watering system		3 823	2 867	806	150	
Pasture pipeline		17 064	8 437		8 218	409
Water quality testing		7 773	2 930		4 843	
Warranty		11 028	3 038		7 990	
	Sub Total	**54,715**	**27,562**	**2,608**	**24,136**	**409**
VATERSHED PLAN						
District resource plan		18 446	11 314	3 771		3 361
	Sub Total	**18,446**	**11,314**	**3,771**		**3,361**
OTAL EXPENDITURES		**398,684**	**170,997**	**45,981**	**51,066**	**130,640**

Appendix I

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MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15
FINANCIAL STATEMENTS

For the year ended March 31, 2007

MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15

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AUDITORS' REPORT

To the Board of Directors:
Mid Assiniboine River Conservation District No.15
Alexander, Manitoba

We have audited the statement of financial position of **Mid Assiniboine River Conservation District No.15** as at **March 31, 2007** and the statements of revenue, expenditure and surplus (deficit) and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at **March 31, 2007** and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedules of Cost Sharing and Provincial Grant Contributions presented by the District.

Brandon, Manitoba
June 18, 2007

PARTNERSHIP OF
CHARTERED ACCOUNTANTS

MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15
STATEMENT OF FINANCIAL POSITION
As at March 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash	$ 30	$ 88
Accounts receivable (Note 2)	1,474	2,725
Provincial grant receivable (Schedule 3)	11,084	455
Inventories (Note 2 and 3)	288	1,046
Prepaid expenses	1,239	1,248
	14,115	5,562
PROPERTY, PLANT AND EQUIPMENT (Notes 2 and 4)	37,500	20,200
	$ 51,615	$ 25,762
LIABILITIES		
CURRENT		
Bank indebtedness (Note 5)	$ 19,872	$ 6,459
Accounts payable	38	32
	19,910	6,491
SURPLUS		
INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT (Note 7)	37,500	20,200
SURPLUS (DEFICIT)	(5,795)	(929)
	31,705	19,271
	$ 51,615	$ 25,762

Approved on Behalf of the Board

Director **Director**

MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15

STATEMENT OF OPERATIONS AND DEFICIT

For the year ended March 31, 2007

		2007		2006
REVENUE				
Grant - Province of Manitoba	$	120,629	$	118,871
Municipal grants (Note 8)		34,875		34,875
Zero till drill revenue		3,914		
Brandon University				2,500
Hometown Greenteam		2,271		2,270
SDIF Fund				2,000
Miscellaneous Income		378		180
		162,067		160,696
EXPENDITURES				
Advertising		1,276		1,351
Board expenses		6,387		3,359
Board programs		91		12,422
Board remuneration		11,650		9,570
Computer softwares		2,160		2,553
Contribution to capital		17,300		2,064
Employee benefits		9,903		10,414
Equipment expenses		5,816		5,711
Freight		217		140
Insurance		2,190		2,338
Interest and bank charges		54		6
Meeting and conventions		5,324		4,365
Miscellaneous		238		
Office		2,994		4,936
Professional fees		1,664		2,361
Rent		1,300		1,257
Salaries and benefits		62,830		64,532
School education and projects				3,153
Staff travel and expenses		6,279		4,945
Sub-district programs - Schedule 1		26,802		25,433
Telephone		2,458		2,507
		166,933		163,417
LOSS FOR YEAR		(4,866)		(2,721)
SURPLUS (DEFICIT), BEGINNING OF YEAR		(929)		1,792
SURPLUS (DEFICIT), END OF YEAR	$	(5,795)	$	(929)

MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15

STATEMENT OF CASH FLOWS

For the year ended March 31, 2007

	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	$ (2,815)	$ 5,373
Cash paid to suppliers and employees	(148,806)	(162,431)
Grants received	155,504	153,746
Interest paid	(54)	(6)
	3,829	(3,318)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(17,300)	(2,063)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances on bank indebtedness	13,413	4,543
NET DECREASE IN CASH	(58)	(838)
CASH, BEGINNING OF YEAR	88	926
CASH, END OF YEAR	$ 30	$ 88

MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2007

1. ENTITY DEFINITION

The Mid Assiniboine River Conservation District No 15 was established in January 2002 and formalized in March 1, 2002 under the Conservation District Act. The purpose of establishing Mid Assiniboine River Conservation District was to provide control and prudent use of resources in the Municipalities of Whitehead, Elton, and Cornwallis. The district is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. The following are considered to be the more significant policies.

Accounts receivable

Accounts receivable have been determined to be all collectible, therefore, no allowance for doubtful accounts has been made.

Inventories

Inventory is valued at the lower of cost and net realizable value determined on the first-in, first-out method.

Property, plant and equipment

Property, plant and equipment are recorded at cost. The organization is no longer recording amortization for property, plant and equipment as is appropriate for conservation districts in the Province of Manitoba.

Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the period in which they become known.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

3. INVENTORIES

	2007	2006
Project supplies	$ 288	$ 1,046

4. PROPERTY, PLANT AND EQUIPMENT

	Balance, Beginning of Year	Additions	Disposals	Balance, End of Year
Office furniture	$ 5 650			$ 5 650
Computer equipment	8 540			8 540
Equipment	16 649	17 300		33 949
	30 839	17 300		48 139
ACCUMULATED AMORTIZATION				
Office furniture	4 857			4 857
Computer equipment	1 112			1 112
Equipment	4 670			4 670
	10 639			10 639
NET BOOK VALUE	$ 20 200			$ 37 500

5. BANK INDEBTEDNESS

	2007	2006
Line of credit	$ **19,872**	$ 6 459

The organization has an authorized line of credit with the Westoba Credit Union of $25 000. The line bears interest at a rate of prime plus 1%. The prime rate of interest at March 31, 2007 was 6%.

6. ECONOMIC DEPENDENCE

Mid Assiniboine River Conservation District receives at least 70% of its operating revenue from the Province of Manitoba and is economically dependent on it.

7. INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT

The property, plant and equipment expenditures are accounted for on the statement of financial position with an offsetting entry to the Investment in Property, Plant and Equipment account.

	2007	2006
BALANCE, BEGINNING OF YEAR	$ **20,200**	$ 18 136
Add: Property, plant and equipment purchases	**17,300**	2 064
BALANCE, END OF YEAR	**37,500**	20 200

8. MUNICIPAL GRANTS

Grants received from local governments involved in the conservation district are the following:

		2007		2006
R.M. of Whitehead	$	**10,935**	$	10,935
R.M. of Elton		**12,470**		12,470
R.M. of Cornwallis		**11,470**		11,470
	$	**34,875**	$	34,875

9. REGISTERED CHARITY

Mid Assiniboine River Conservation District is a registered charity able to issue charitable donation receipts. There is no change to the GST method of reporting and the rebate allowed still falls under municipal government at 100%.

10. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of accounts receivable, provincial grant receivable, bank indebtedness, accounts payable, provincial grant payable, deferred revenue, and deposits payable. The carrying values of these financial assets and financial liabilities approximate their fair values due to their short term maturity.

Credit risk management

The organization is exposed to credit risk on the accounts receivable from its customers. In order to reduce it credit risk, the organization has adopted credit policies which include the analysis of the financial position of its customers and the regular review of their credit limits.

The organization does not have a significant exposure to any individual customer or counterpart.

MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15

SCHEDULE 1 - SCHEDULE OF EXPENDITURE - SUB-DISTRICT PROGRAMS

For the year ended March 31, 2007

	2007	2006
LITTLE SOURIS SUB-DISTRICT 98A		
Forage seed	$	$ 1,870
Water development	10,000	8,000
Abandoned wells	700	700
Salinity seed		190
Winter cereal program		500
Grassed waterway program	300	
Rotational grazing		1,000
	11,000	12,260
LITTLE SOURIS SUB-DISTRICT 98B		
Water development	$ 1,470	$ 1,000
Abandoned wells	2,450	1,050
Rotational grazing	935	500
Salinity seed	759	948
Winter cereal program	500	2,000
Mixed species grazing	1,125	1,125
Water licencing	25	
BMP top up	2,000	
	9,264	6,623
EPNETTE/WILLOW CREEK SUB-DISTRICT 99A		
Forage seed	$ 1,500	$ 300
Shelterbelt program	1,059	
Abandoned wells	700	1,750
Rotational grazing program	479	
BMP top up	2,000	
Winter cereal program		3,500
Green manure program	800	1,000
	6,538	6,550
	$ 26,802	$ 25,433

MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15

SCHEDULE 2 - SCHEDULE OF COST SHARING

For the year ended March 31, 2007

		Total Expenditures	Provincial	Levies	Other	External
ADMINISTRATION						
Program support		3,243	2,432	811		
Office operation		12,096	9,140	2,956		
	Sub total	**15,339**	**11,572**	**3,767**	**0**	**0**
ASSETS						
Computer equipment		3,070	2,303	767		
Program support planning		2,451	1,838	613		
Computer		0				
Equipment - seed drill lease		7,034	2,339	531	4,164	
Miscellaneous		0				
	Sub total	**12,555**	**6,480**	**1,911**	**4,164**	**0**
DRAIN INFRASTRUCTURE						
Project support planning		**2,324**	1,743	581		
Licence reviews		**25**	19	6		
	Sub total	**2,349**	**1,762**	**587**	**0**	**0**
FORESTRY						
Project support/planning		**2,701**	2,026	675		
Elton trees		**1,059**	794	265		
	Sub total	**3,760**	**2,820**	**940**	**0**	**0**
PUBLIC EDUCATION						
Project support/planning		**11,940**	7,252	2,417		2,271
Advertsing & promotions		**4,430**	3,322	1,108		
Professional development		**988**	741	247		
Geomatic services		**30**	23	7		
MCDA fees and meetings		**3,390**	2,542	848		
Board remuneration		**12,655**	9,491	3,164		
	Sub total	**33,433**	**23,371**	**7,791**	**0**	**2,271**
SOILS						
Project support/planning		**12,932**	9,699	3,233		
Forage & winter cereal		**3,470**	2,603	868		
Rotational & mixed grazing		**2,839**	2,129	710		
Public demo		**499**	374	125		
Green manure		**800**	600	200		
Drill lease		**17,300**	12,975	4,325		
Saline seed program		**758**	569	189		
	Sub total	**38,598**	**28,949**	**9,649**	**0**	**0**
WATER						
Project support/planning		**12,932**	9,699	3,233		
Water testing & abandoned wel		**3,860**	2,896	-735	1,700	
Water development		**10,000**	7,500	2,500		
	Sub total	**26,792**	**20,095**	**4,998**	**1,700**	**0**
WATERSHED PLANNING						
Program support/planning		**17,681**	13,261	4,420		
Merger & boundry alignment		**5,847**	4,385	1,462		
98B Little Souris River		**50**	38	12		
	Sub total	**23,578**	**17,684**	**5,894**	**0**	**0**
WILDLIFE / FISHERIES						
Project Support / Planning		**6,528**	4,896	1,632		
FEI		**4,000**	3,000	1,000		
	Sub total	**10,528**	**7,896**	**2,832**	**0**	**0**
TOTAL EXPENDITURES		**166,933**	**120,629**	**38,169**	**5,864**	**2,271**

MID ASSINIBOINE RIVER CONSERVATION DISTRICT NO.15

SCHEDULE 3 - SCHEDULE OF PROVINCIAL GRANT CONTRIBUTIONS

For the year ended March 31, 2007

		2007	2006
Provincial grant receivable (payable), beginning of the year		$ 455	$ (8,416)
Add:	Provincial grant received	120,629	118,871
Less:	Grant allocation	110,000	110,000
Provincial grant receivable (payable), end of year		$ 11,084	$ 455

PEMBINA VALLEY CONSERVATION DISTRICT

FINANCIAL STATEMENTS

MARCH 31, 2007

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5 Statement of Changes in Surplus
6 Statement of Revenue and Expenditures
7 Statement of Cash Flows
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12 Schedule of Expenditures
13 Schedule of Cost Sharing

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Winkler, MB

AUDITOR'S REPORT

TO THE MEMBERS:
PEMBINA VALLEY CONSERVATION DISTRICT

I have audited the statements of financial position of Pembina Valley Conservation District as at March 31, 2007 and the statements of changes in surplus, revenue and expenditures and cash flows for the year then ended. These financial statements are the responsibility of the District's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

Note 2a) describes the District's accounting policy with respect to capital assets. The note indicates that the District is expensing capital assets in the year of purchase. In this respect the financial statements are not in accordance with Canadian generally accepted accounting principles which require that capital assets be included on the statement of financial position and be amortized over their estimated useful life.

Included in prepaid expenses is $10,287 representing 1/3 of the cost of a vehicle purchased during the year. The District is expensing the cost of the vehicle over three years commencing in fiscal 2006. Canadian generally accepted accounting principles require that the vehicle be capitalized and amortized over its expected useful life. The effect of this departure from Canadian generally accepted accounting principles is to overstate prepaid expenses by $10,287, understate capital assets by $30,861 and overstate capital expenditures by $10,267.

In my opinion, except for the effects of the failure to capitalize and amortize capital assets and the failure to exclude the vehicle purchase from prepaid expenses as described in the preceding paragraphs, these financial statements present fairly, in all material respects, the financial position of the District as at March 31, 2007 and the results of its operations and the changes in its surplus and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

CHARTERED ACCOUNTANT INC.

Winkler, Manitoba
May 31, 2007

PEMBINA VALLEY CONSERVATION DISTRICT

STATEMENT OF FINANCIAL POSITION

MARCH 31, 2007

ASSETS

	2007	2006
CURRENT		
Cash	$ 53,853	$ 177,906
Cash - Tri Lakes Group	6,427	6,332
Accounts receivable	56,094	29,385
Prepaid expenses	19,101	31,588
Inventory	25,734	32,253
	161,209	277,464
CAPITAL (notes 2a and 3)	150,501	150,501
	$ 311,710	$ 427,965

APPROVED BY

Director

Director

PEMBINA VALLEY CONSERVATION DISTRICT

STATEMENT OF FINANCIAL POSITION

MARCH 31, 2007

LIABILITIES

	2007	2006
CURRENT		
Accounts payable and accrued	$ 12,055	$ 52,668
Unearned revenue (note 4)	58,402	70,129
	70,457	122,797
STRATEGIC INFRASTRUCTURE RESERVE FUND	20,000	20,000
	90,457	142,797

SURPLUS

	2007	2006
SURPLUS (page 5)	221,253	285,168
	$ 311,710	$ 427,965

Credit facilities (note 8)

Commitment (note 10)

PEMBINA VALLEY CONSERVATION DISTRICT

STATEMENT OF FINANCIAL POSITION - DONATION FUND

MARCH 31, 2007

ASSETS

	2007	2006
CURRENT		
Cash and investment	**$ 5,093**	$ 5,285

SURPLUS

SURPLUS (note 6)	**$ 5,093**	$ 5,285

APPROVED BY

____________________ Director

____________________ Director

PEMBINA VALLEY CONSERVATION DISTRICT

STATEMENT OF CHANGES IN SURPLUS

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006
Surplus, beginning of year	$ 285,168	$ 282,408
Excess (deficiency) of revenue over expenditures	(63,915)	2,760
SURPLUS, END OF YEAR (note 5)	**$ 221,253**	$ 285,168

PEMBINA VALLEY CONSERVATION DISTRICT

STATEMENT OF REVENUE AND EXPENDITURES

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Provincial grants		
Water Stewardship	$ 390,000	$ 390,000
Municipal levies		
Rural Municipality of Lorne	27,391	26,856
Rural Municipality of Louise	18,164	20,069
Rural Municipality of Pembina	24,676	25,312
Rural Municipality of Roblin	6,837	7,366
Rural Municipality of Stanley	42,084	38,550
Rural Municipality of Thompson	14,348	14,171
Town levies		
Town of Manitou	545	693
Town of Pilot Mound	202	461
Village of Cartwright	77	99
Village of Crystal City	168	382
Other funding - external	22,889	29,316
- local	10,661	27,375
GIS partnership	-	1,140
Land owner contributions	30,258	2,600
Manitoba Water Stewardship	12,405	-
Watershed Restoration Action Strategy - water testing	-	1,202
Well filling	8,306	6,000
Other income	16,378	8,606
Interest income	7,070	5,655
Other (note 9)	28,000	19,000
	660,459	624,853
EXPENDITURES (page 12)	724,374	622,093
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	$ (63,915)	$ 2,760

PEMBINA VALLEY CONSERVATION DISTRICT

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenditures	**$ (63,915)**	$ 2,760
Changes in non-cash working capital (note 7)	**(60,043)**	15,487
Cash flows from (used in) operating activities	**(123,958)**	18,247
CASH FLOWS FROM FINANCING ACTIVITIES		
Transfer to reserve fund (non-cash expenditure)	-	5,000
NET INCREASE (DECREASE) IN CASH	(123,958)	23,247
Cash at beginning of year	**184,238**	160,991
CASH AT END OF YEAR	**$ 60,280**	$ 184,238
REPRESENTED BY:		
Cash	**$ 53,853**	$ 177,906
Cash - Tri-Lakes Group	**6,427**	6,332
	$ 60,280	$ 184,238

PEMBINA VALLEY CONSERVATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

1. PURPOSE OF THE ORGANIZATION

The Pembina Valley Conservation District was incorporated under the laws of the Province of Manitoba in October, 1989. It was established primarily for the purpose of providing programs and education for the conservation of soil and water. The District receives funding from the Province of Manitoba and certain municipalities and is governed by a board of directors chosen from the various municipalities included in the area it serves.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies of the organization.

a) **Capital assets**

Effective with the fiscal year ending March 31, 2001, it is the District's policy to expense capital assets in the year of purchase. Amortization is no longer being provided for in the District's records.

b) **Income taxes**

Pembina Valley Conservation District is a non-profit organization and is exempt from income taxes under section 149 of the Income Tax Act.

c) **Inventory**

Inventory is recorded at the lower of cost and net realizable value. Cost is determined on a specific item basis.

d) **Financial instruments**

Credit risk
The organization is exposed to credit risk on its accounts receivable.

Fair value
The carrying values of accounts receivable and accounts payable and accrued approximate fair value because of their short term maturities.

PEMBINA VALLEY CONSERVATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

e) **Use of estimates**

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

3. CAPITAL ASSETS

	2007		2006	
	Cost	**Accumulated Amortization**	Cost	Accumulated Amortization
Land	$ **53,532**	$ **-**	$ 53,532	$
Building	**45,853**	**5,964**	45,853	5,964
Field equipment	**84,663**	**61,281**	84,663	61,281
Office furniture and equipment	**36,031**	**22,322**	36,031	22,322
Surveying equipment	**3,658**	**2,712**	3,658	2,712
Vehicles	**36,052**	**17,009**	36,052	17,009
	259,789	**109,288**	259,789	109,288
Cost less accumulated amortization		$ **150,501**		$ 150,501

PEMBINA VALLEY CONSERVATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

4. UNEARNED REVENUE

		2007		2006
Fisheries Enhancement funds		5,661		5,661
Rural Municipality of Lorne levy		13,822		13,696
Rural Municipality of Louise levy		9,163		9,082
Rural Municipality of Pembina levy		-		12,338
Rural Municipality of Roblin levy		3,442		3,418
Rural Municipality of Stanley levy		21,416		21,042
Town of Manitou levy		545		545
Town of Pilot Mound levy		204		202
Tri-Lakes Group		3,900		3,900
Village of Cartwright levy		79		77
Village of Crystal City levy		170		168
	$	58,402	$	70,129

5. SURPLUS

The surplus has two components: a current surplus and a capital asset surplus. The current surplus is equal to current assets minus liabilities and reserve. This money, which totalled $70,752 at March 31, is available to fund ongoing operations. The capital asset surplus is equal to the net book value of capital assets which totalled $150,501 at March 31. This surplus is not readily available to fund current operations.

6. DONATION FUND SURPLUS

Changes to the donation fund surplus during the year were as follows:

		2007		2006
Interest earned	$	396	$	498
Expenditures - trophies and scholarship		(588)		(88)
Increase (decrease) for the year	$	(192)	$	410

PEMBINA VALLEY CONSERVATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

7. CHANGES IN NON-CASH WORKING CAPITAL

	2007	2006
Increase (decrease) in cash from changes in:		
Accounts receivable	**$ (26,709)**	$ 12,728
Prepaid expenses	**12,487**	(24,225)
Inventory	**6,519**	(2,755)
Accounts payable and accrued	**(40,613)**	33,134
Unearned revenue	**(11,727)**	(3,395)
	$ (60,043)	$ 15,487

8. CREDIT FACILITIES

The District has arranged for a line of credit authorized to a maximum of $30,000. Security consists of a promissory note and an assignment of book debts. Interest is charged at prime plus 1%.

9. OTHER REVENUE

	2007	2006
Agriculture and Agri-Food Canada - Equivalent Agri-Environmental Planning	**$ 25,000**	$
Manitoba Agriculture - Covering new ground	**-**	9,500
Manitoba Conservation Special Conservation Fund	**-**	500
Science & Technology Program	**3,000**	9,000
	$ 28,000	$ 19,000

10. COMMITMENT

Under the terms of an equipment lease the District is committed to payments of $554 plus applicable taxes every three months. The lease expires in March, 2010.

PEMBINA VALLEY CONSERVATION DISTRICT

SCHEDULE OF EXPENDITURES

FOR THE YEAR ENDED MARCH 31, 2007

	2007	2006
OPERATING		
Audit and legal	$ 1,578	$ 1,471
Ducks Unlimited program	234	777
Insurance	1,817	1,784
Interest and bank charges	63	52
Inventory adjustment	23,076	1,239
Office	19,289	16,543
Well water testing/chlorinating	3,409	17,477
Public education	40,665	53,969
Repairs, maintenance and fuel	32,815	28,348
Soils miscellaneous	14,895	19,908
Soil projects	7,342	7,178
Telephone	2,341	2,483
Wages and benefits	141,111	148,436
Water management/planning	43,217	
Water projects	354,570	279,206
Wildlife projects	18,459	23,737
	704,881	602,608
CAPITAL		
Equipment	9,226	4,208
Vehicle	10,267	10,277
	19,493	14,485
Transfer to Strategic Infrastructure Reserve Fund	-	5,000
	$ 724,374	$ 622,093

PEMBINA VALLEY CONSERVATION DISTRICT

SCHEDULE OF COST SHARING

FOR THE YEAR ENDED MARCH 31, 2007

	Total		District		
	Expenditures	**Provincial**	**Levies**	**Other**	**External**
WATERSHED PLANNING	60,491	24,643	8,214	-	27,634
ADMINISTRATION					
Program support & planning	$ 28,000	$ 21,000	$ 7,000	$ -	$ -
Office operation	22,602	11,483	3,828	7,291	-
100% board interest revenue	(7,007)	-	(7,007)	-	-
	43,595	32,483	3,821	7,291	-
PUBLIC EDUCATION	40,835	29,538	9,846	220	1,231
SOILS MISCELLANEOUS	18,273	13,705	4,568	-	-
WILDLIFE/FISHERIES	22,486	6,059	2,020	-	14,407
WATER					
Multi-purpose projects	381,670	240,920	80,307	22,687	37,756
Well filling	38,429	20,523	6,841	11,065	-
Water management	68,975	51,731	17,244	-	-
	489,074	313,174	104,392	33,752	37,756
TOTAL	674,754	419,602	132,861	41,263	81,028
OTHER					
Inventory	(6,520)	(11,816)	(3,939)	-	9,235
Equipment/building repairs	19,493	14,395	4,798	-	300
	12,973	2,579	859	-	9,535
TOTAL EXPENDITURES	$ 687,727	$ 422,181	$ 133,720	$ 41,263	$ 90,563
TOTAL EXPENDITURES (%)	100	61	20	6	13

SCHEDULE OF PROVINCIAL GRANT RECEIVABLE/PAYABLE
FOR THE YEAR ENDED MARCH 31, 2007

PROVINCIAL GRANT 2006-2007	390,000
LESS: 2006-2007 Allocated Grant (spent)	(390,000)
PROVINCIAL GRANT REMAINING/OVERSPENT	$ -

2007 MUNICIPAL LEVY - $134,492

Appendix K

Seine-Rat River Conservation District

Auditors' Report and
Financial Statements

March 31, 2007

Auditors' Report

To the Members
Seine-Rat River Conservation District

We have audited the statement of financial position of Seine-Rat River Conservation District as at March 31, 2007 and the statements of operations for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at March 31, 2007 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

The figures for 2006, included for comparative purposes, are based on the financial statements of that year which were reported on by another firm of Chartered Accountants.

Winnipeg, Canada
June 4, 2007

Collins Barrow

CHARTERED ACCOUNTANTS

Seine-Rat River Conservation District

Financial Statements
March 31, 2007

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Seine-Rat River Conservation District
Statement of Financial Position
March 31, 2007

	2007	2006
Assets		
Current assets		
Cash	$196,043	$ 12,468
Accounts receivable	12,130	10,414
Provincial grant receivable	6,334	4,688
	214,507	27,570
Property and equipment (note 3)	136,235	71,125
	$350,742	$ 98,695
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accruals	$ 65,956	$ 1,078
Deferred revenue	85,000	
Current portion of long-term debt	7,387	7,219
	158,343	8,297
Long term debt (note 4)	4,773	11,844
	163,116	20,141
Net assets		
Internally restricted (note 5)	18,964	
Unrestricted	168,662	78,854
	187,626	78,854
	$350,742	$ 98,695

Approved By the Board:

_____________, Director

_____________, Director

Seine-Rat River Conservation District

Statement of Operations

For The Year Ended March 31, 2007

	2007	2006
Revenues		
Grants		
Province of Manitoba	**$286,646**	$196,736
Career Start Program	**2,320**	1,008
Levies		
Rural Municipality of De Salaberry	**15,000**	3,000
Rural Municipality of La Broquerie	**28,300**	28,300
Rural Municipality of Hanover	**22,000**	22,000
Rural Municipality of Richot	**15,000**	
Rural Municipality of Ste. Anne	**20,000**	20,000
City of Steinbach	**10,000**	10,000
Town of St. Anne	**1,000**	
Village of St. Pierre-Jolys	**2,000**	
Other Government Program	**45,500**	20,300
Donations	**14,000**	7,000
Land Owners		34,000
Miscellaneous	**2,487**	4,928
	464,253	347,272
Program costs - Schedule 1	**281,531**	264,294
General and administrative expenses - Schedule 2	**73,650**	50,469
	355,181	314,763
Excess of revenues over expenditures	**109,072**	32,509
Surplus, beginning of the year	**78,554**	46,045
	187,626	78,554
Transfer to Internally Restricted Funds	**18,964**	———
Surplus, end of the year	**$168,662**	$ 78,554

1. Nature of Activities

The Seine-Rat River Conservation District was incorporated under the laws of the Province of Manitoba. The District was established primarily for the purpose of providing programs and education for the conservation of soil, water and wildlife. The District receives funding from the Province of Manitoba and the Municipalities of De Salaberry, La Broquerie, Hanover, Richot, St. Anne, the Town of Ste. Anne, the Village of St. Pierre-Jolys and the City of Steinbach and is governed by a board of directors from the municipalities and City involved in the Conservation district. The District is exempt from income taxes.

2. Significant Accounting Policies

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

Inventories

Inventories of materials and supplies are not recorded. Such items are expensed in the year purchased.

Property and Equipment

Property and equipment are initially recorded at cost. Amortization is provided using the straight-line method at a 10% rate intended to amortize the cost of the assets over their estimated useful lives.

Revenue Recognition

The organization recognizes revenue and profits from long-term funding in the period in which the corresponding expenses are incurred.

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

3. Property and Equipment

	2007			2006
	Cost	**Accumulated Amortization**	**Net Book Value**	Net Book Value
Land	**$ 82,107**	**$**	**$ 82,107**	$ 21,440
Truck	**33,337**	**13,336**	**20,001**	23,335
Computer equipment	**18,777**	**7,160**	**11,617**	13,494
Office equipment	**20,601**	**6,710**	**13,891**	12,856
Field equipment	**9,577**	**958**	**8,619**	12,856
	$164,399	**$ 28,164**	**$136,235**	$ 83,981

4. Long-Term Debt

	2007	2006
Term loan bearing interest at 7% payable in monthly instalments of $667, principal and interest	**$ 12,160**	$ 19,063
Less: Current portion	**(7,387)**	(7,219)
	$ 4,773	$ 11,844

Principal repayments on long-term debt in each of the next two years are as follows:

2007	$ 7,387
2008	4,773

5. Internally Restricted Net Assets

The Board has restricted the amount of $18,964 for future operations.

6. Statement of Cash Flows

The statement of cash flows has not been presented as the information is readily available from the Statement of Financial Position and Statement of Operations.

7. Commitments

Seine-Rat River Conservation District is committed to minimum annual payments under lease agreements for office facilities as follows:

2008	$ 15,600
2009	15,600
2010	15,600
2011	15,600
2012	15,600
2013	15,600
2014	15,600
2015	15,600
2016	10,400
	$135,200

8. Financial Instruments

The carrying amount of accounts receivable and accounts payable approximate their fair value.

9. Comparative Figures

Prior year figures have been restated for comparative purposes.

Schedule 1

Seine-Rat River Conservation District

Schedule of Program Costs
For The Year Ended March 31, 2007

	2007	2006
Administration	**$ 11,487**	$ 9,987
Board remuneration expenses	**44,149**	32,009
Brushing and shelterbelt	**26**	487
Drainage	**71,112**	68,158
Education	**13,546**	5,924
Grass waterways	**844**	4,556
Management plans		4,257
Miscellaneous	**4,867**	1,448
Pasture management		3,124
Riparian program	**17,554**	3,206
Groundwater protection	**26,286**	22,561
Staff development	**13,228**	5,574
Water management	**24,408**	8,185
Water, storage and retention	**48,300**	64,793
Wildlife and Fisheries	**5,724**	30,025
	$281,531	$264,294

Schedule 2

Seine-Rat River Conservation District
Schedule of General and Administrative Expenses
For The Year Ended March 31, 2007

	2007	2006
Amortization	$ 8,229	$ 6,576
Bank charges and loan interest	1,595	1,635
Insurance	3,474	1,933
Membership	3,000	3,000
Office	6,638	3,784
Professional fees	3,138	1,900
Rent	14,467	3,084
Salaries	31,390	26,504
Telephone	1,719	2,053
	$ 73,650	$ 50,469

Schedule 3

Seine-Rat River Conservation District

Schedule of Cost Sharing
For The Year Ended March 31, 2007

	Total Expenditures	Provincial	District	External	Other
Administration	$ 67,289	$ 49,508	$ 16,503	$ 1,191	$ 87
Public education	85,410	64,058	21,352		
Soils	870	652	218		
Wildlife	5,724	4,293	1,431		
Water	187,660	128,130	42,710	16,820	
Assets					
Land	60,667	30,500	10,167	20,000	
Office furniture	12,673	9,505	3,168		
	$420,293	$286,646	$ 95,549	$ 38,011	$ 87

Schedule 4

Seine-Rat River Conservation District

Schedule of Provincial Grant Receivable
For The Year Ended March 31, 2007

Provincial Grant, 2006 - 2007	**$285,000**
Less: Grant receivable	**4,688**
	280,312
Less: 2006 - 2007 Allocated Grant - Schedule 3.	**286,646**
Provincial Grant receivable	**$ 6,334**

Tiger Hills Conservation District

Auditors' Report and Financial Statements

March 31, 2007

Collins Barrow
Chartered Accountants

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One Wesley Avenue
Winnipeg, Manitoba
R3C [illegible]

T. 204 942 0221
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[illegible]

Auditors' Report

To the Members
Tiger Hills Conservation District

We have audited the balance sheet of Tiger Hills Conservation District as at March 31, 2007 and the statements of revenue and expenditures and surplus and cash flows for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at March 31, 2007 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Winnipeg, Canada
June 8, 2007

Collins Barrow
CHARTERED ACCOUNTANTS

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Tiger Hills Conservation District

Financial Statements
March 31, 2007

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Tiger Hills Conservation District

Balance Sheet

March 31, 2007

	2007	2006
Assets		
Current assets		
Cash	$ 18,707	$ 24,000
Accounts receivable (note 3)	34,862	2,818
Prepaid expenses	203	1,239
	$ 53,772	$ 28,057
Liabilities		
Current liabilities		
Bank overdraft	$ 27,026	$
Accounts payable and accrued charges	1,992	669
Deferred revenue (notes 4 and 5)	14,408	15,882
	43,426	16,551
Surplus		
Surplus	10,346	11,506
	$ 53,772	$ 28,057

Approved By the Board:

_______________, Director

_______________, Director

Tiger Hills Conservation District

Statement of Revenue and Expenditures and Surplus

For The Year Ended March 31, 2007

	2007	2006
Revenue		
Municipal levies		
Rural Municipality of Argyle	$ 10,702	$ 10,702
Rural Municipality of Glenwood	9,531	9,531
Rural Municipality of South Cypress	7,042	7,042
Rural Municipality of Strathcona	6,001	6,001
Village of Glenboro	743	743
	34,019	34,019
Provincial grant - Schedule 3 (note 5)	111,474	104,126
Other provincial grants	3,092	4,403
Sales of services	2,295	3,454
Healthy Waters Project		8,341
PFRA	9,961	
MCDA	30,805	
Covering New Ground	5,000	6,464
Partner and landowner contributions	7,639	5,968
Miscellaneous	1,048	539
Interest income	1,579	802
Fisheries Enhancement Tri-lake	4,649	
Sustainable development	1,700	
Energy Science and Technology	800	
	214,061	168,116
Expenditures		
Program management - Schedule 1	20,123	11,467
Public education	44,342	15,889
District programs - Schedule 2	145,558	125,022
Healthy Waters Project		8,341
Watershed planning	5,198	7,286
	215,221	168,005
(Deficiency) excess of revenue over expenditures	(1,160)	111
Surplus, beginning of the year	11,506	11,395
Surplus, end of the year	$ 10,346	$ 11,506

Tiger Hills Conservation District
Statement of Cash Flows
For The Year Ended March 31, 2007

	2007	2006
Cash Provided By (Used For)		
Operating activities		
(Deficiency) excess of revenue over expenditures	**$(1,160)**	$ 111
Changes in non-cash working capital		
(Increase) decrease in accounts receivable	**(32,043)**	2,653
Increase (decrease) in prepaid expenses	**1,036**	(1,239)
Increase (decrease) in accounts payable	**1,322**	(1,616)
Increase (decrease) in deferred revenue	**(1,474)**	(2,467)
(Decrease) in cash	**(32,319)**	(2,558)
Cash, beginning of the year	**24,000**	26,558
Cash (bank overdraft), end of the year	**$(8,319)**	$ 24,000
Cash (bank overdraft) represented by		
Cash	**18,707**	24,000
Bank overdraft	**(27,026)**	
	$(8,319)	$ 24,000

Tiger Hills Conservation District

Notes to the Financial Statements
March 31, 2007

1. Nature of Activities

The Conservation District operates under the authority of The Conservation Districts Act and Regulations.

The mandate of the Conservation District is to promote the sustainable use and management of the land, water and related resources in the municipalities of Argyle, Glenwood, South Cypress and Strathcona and the Village of Glenboro.

2. Significant Accounting Policies

Inventories

Inventories of materials and supplies are not recorded. Such items are expensed in the year purchased.

Income Taxes

Tiger Hills Conservation District is a non-profit organization and is exempt from income taxes under section 149 of the Income Tax Act.

Property, Plant and Equipment

It is the District's policy to expense property, plant and equipment in the year of purchase.

Revenue Recognition

The Conservation District uses the deferral method to recognize revenue.

3. Accounts Receivable

	2007	2006
Municipal levy	$	$ 1,500
Goods and services tax	3,325	1,271
Sale of services	5,540	47
MCDA	25,997	
	$ 34,862	$ 2,818

Tiger Hills Conservation District

Notes to the Financial Statements
March 31, 2007

4. Deferred Revenue

	2007	2006
Province of Manitoba - grant	$ 5,020	$ 6,494
Healthy Waters Project	9,388	9,388
	$ 14,408	$ 15,882

5. Amalgamation

Tiger Hills Conservation District is proposing to amalgamate with Mid-Assiniboine River Conservation District to form Assiniboine Hills Conservation District. The anticipated date of amalgamation is April 1, 2008.

Schedule 1

Tiger Hills Conservation District
Schedule of Program Management Expenditures
For The Year Ended March 31, 2007

	2007	2006
Program Management		
Amalgamation (note 5)	**$ 7,710**	$
Audit and legal	**1,233**	797
Bank charges and interest	**288**	380
Board remuneration and expenses	**2,965**	2,012
Custom work		60
Insurance		2,099
MCDA fees	**3,000**	3,000
Staff training	**2,799**	
Unallocated salaries, wages and benefits	**2,058**	1,982
Utilities	**70**	1,137
	$ 20,123	$ 11,467

Schedule 2.

Tiger Hills Conservation District

Schedule of District Programs

For The Year Ended March 31, 2007

	Elgin Creek	Pelican/ Rock Lake	Upper Oak	Lower Oak	Central Assiniboine	2007 Total	2006 Total
Abandoned wells	$ 1,781	$ 2,022	$ 2,058	$ 1,875	$ 1,715	**$ 9,451**	$ 12,228
Alternate water/pasture pipeline	599	2,068	643	759	756	**4,825**	7,241
Beaver management	684	909	922	915	858	**4,288**	2,922
Community trees	1,925	1,634	3,477	2,170	759	**9,965**	4,572
Demo days	1,409	1,409	1,489	1,502	1,489	**7,298**	2,210
Fish habitat	1,206	1,167	1,203	1,295	940	**5,811**	3,755
Forage seed	1,193	2,268	869	2,089	1,509	**7,928**	10,499
Grassed waterways	8,173	643	2,470	832	752	**12,870**	18,904
Mole leveling/pasture management	745	554	1,022	752	685	**3,758**	4,077
Prairie enhancement	850	595	675	755	1,459	**4,334**	4,550
Public education	3,698	4,338	4,442	4,072	4,021	**20,571**	12,458
Salinity solutions	3,041	681	675	629	519	**5,545**	3,617
Shoreline stabilization	1,672	2,446	1,796	1,672	1,596	**9,182**	4,124
Special projects	3,505	3,076	2,889	5,264	5,494	**20,228**	13,658
Well rehabilitation	668	642	693	859	917	**3,779**	3,036
Winter wheat	1,432	2,709	4,006	4,469	3,109	**15,725**	17,171
	$ 32,581	$ 27,161	$ 29,329	$ 29,909	$ 26,578	**$145,558**	$125,022

Tiger Hills Conservation District

Schedule of Cost Sharing
For The Year Ended March 31, 2007

	Total Expenditures	External Funding	Provincial	Local Levy
Program Management				
General	$ 20,123	$ 3,112	$ 12,759	$ 4,252
Other		3,600	(1,217)	(2,383)
	20,123	6,712	11,542	1,869
District Programs				
Abandoned wells	9,451	9,961	(383)	(127)
Alternate water pasture pipelines	4,825	1,000	2,869	956
Beaver management	4,288		3,216	1,072
Community tree	9,965		7,474	2,491
Demo days	7,298		5,474	1,824
Fish habitat	4,605		3,454	1,151
Forage seed	7,928		5,946	1,982
Grassed waterways	12,870	6,492	4,783	1,595
Mole leveling pasture management	3,758		2,818	940
Prairie enhancement	4,334	892	2,583	859
Public education	20,571		15,428	5,143
Salinity solutions	5,545	5,000	409	136
Shoreline stabilization	10,388		7,790	2,598
Special projects	20,228		15,171	5,057
Well rehabilitation	3,779	210	2,677	892
Winter wheat	15,725	1,147	10,933	3,645
	145,558	24,702	90,642	30,214
Watershed planning	5,198	-	3,899	1,299
Public education	44,342	37,154	5,391	1,797
Total Expenditures	$215,221	$ 68,568	$111,474	$ 35,179

Reconciliation of deferred provincial grant	
Deferred revenue, March 31, 2006	($ 6,494)
Provincial share of expenses for the year	111,474
Less Grant received	(110,000)
Deferred revenue, March 31, 2007	($ 5,020)

Appendix M

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

FINANCIAL STATEMENTS

For the year ended March 31, 2007

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
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AUDITORS' REPORT

To the Board of Directors:
Turtle Mountain Conservation District No. 4:
Deloraine, Manitoba

We have audited the statement of financial position of **Turtle Mountain Conservation District No. 4** as at **March 31, 2007**, the statement of revenues and surplus for the General Board Program, the statements of operations and surplus (deficit) for Sub-District Program, Equipment Program #1, Equipment Program #2, and Equipment Reserve for the year then ended. These financial statements are the responsibility of the district's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the district as at **March 31, 2007** and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedules of Cost Sharing and Provincial Contributions presented by the District.

June 21, 2007

Brandon, Manitoba

Partnership of

Chartered Accountants

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
STATEMENT OF FINANCIAL POSITION
As at March 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash and Cash Equivalents (Note 2)	$ 309,219	$ 286,746
Accounts Receivable (Note 3)	34,891	13,191
Provincial Grants Receivable (Schedule Of Provincial Grant Receivable)	1,926	1,706
Inventory (Note 2)	6,393	5,522
	352,429	307,165
PROPERTY, PLANT AND EQUIPMENT (Note 2 and 4)	179,467	185,830
	$ 531,896	$ 492,995
LIABILITIES		
CURRENT		
Accounts Payable	$ 26,901	$ 12,264
Unearned Revenue	48,088	26,519
	74,989	38,783
SURPLUS (DEFICIT)		
GENERAL BOARD PROGRAM	296,009	271,036
SUB-DISTRICT PROGRAM	108,273	111,723
SUB-DISTRICT BOARD PROGRAM	-	-
EQUIPMENT PROGRAM #1	(7,995)	8,470
EQUIPMENT PROGRAM #2	28,620	30,983
EQUIPMENT RESERVE	32,000	32,000
	456,907	454,212
	$ 531,896	$ 492,995

APPROVED ON BEHALF OF THE BOARD

Richard L. Sexton DIRECTOR

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
GENERAL BOARD PROGRAM
STATEMENT OF REVENUES AND SURPLUS
For the year ended March 31, 2007

	2007	2006
REVENUE		
Municipal Levies	$ 56,998	$ 68,547
Province Of Manitoba	160,864	199,966
Land Rental	5,907	3,115
Direct Charges	265	1,274
Soils Committee	2,572	6,886
Recreation Committee / Promo Items / Other	1,274	1,800
Manitoba Hometown Green Team	2,362	2,284
Interest	11,504	7,243
Ducks Unlimited		3,596
Eco-Action Community Funding Program	12,000	
Municipal Grants - Important Bird Area	239	216
Manitoba Hydro - Forest Enhancement Program		7,313
Manitoba Hydro - Wind Power		1,600
MB Agricultural Sustainability Initiative - Covering New Ground		1,520
Green Cover Canada	2,100	
Fisheries Enhancement Initiative	4,000	
TD Friends of the Environment	1,918	
Sustainable Development Innov. Fund	6,075	12,630
Sustainable Development Innov. Fund - - Turtle Mountain Conservation Agreement Program		25,000
Manitoba Water Stewardship Fund	3,300	
Natural Resources Canada - Science & Technology - Internship Program		8,100
Transfer From Sub District Board Program	10,752	
Transfer From Sub-District Account	10,156	2,246
Transfer From Equipment Program #2		1,147
	292,286	354,483
EXPENSES Per Schedule Of Expenses	267,313	355,566
EXCESS OF REVENUES OVER EXPENSES	24,973	(1,083)
SURPLUS, BEGINNING OF YEAR	271,036	272,119
SURPLUS, END OF YEAR	$ 296,009	$ 271,036

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
GENERAL BOARD PROGRAM
SCHEDULE OF EXPENSES
For the year ended March 31, 2007

	2007	2006
Administrative - General	$ 33,107	$ 37,210
- Local	180	180
Public Relations	34	22
Board & Committee Remuneration	5,575	7,102
Amortization - Office Equipment	6,119	6,926
- Program Support	2,898	1,918
- Equipment	1,684	3,523
- Warehouse	6,081	6,081
Direct Expenses	265	1,274
Professional Education and Development	4,869	2,869
Social Programs		
Forage - Salinity Program	18,287	37,577
Public Education	98,885	86,535
Important Bird Area	239	216
Shelterbelt Program	18,950	61,731
Wildlife Program	8,375	8,691
Demonstration Projects		3,251
Interpretative Area Management	10,552	33,083
Agricultural Sustainability Initiative		3,374
Salinity Barrier Program		3,596
Turtle Mountain Conservation Agreements	35,231	47,343
Abandoned Farmstead Program	12,000	
Warehouse Expenses	3,774	2,737
Transfer To Equipment #2	208	327
	$ 267,313	$ 355,566

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
SUB-DISTRICT PROGRAM
STATEMENT OF OPERATIONS AND SURPLUS (DEFICIT)
For the year ended March 31, 2007

	Wakopa 58	Upper Pembina 59	West Arthur 64	Waskada Creek 65	Medora Creek 66	Chain Lakes 67	Elgin Creek Wh. Lake 68	Total 2007	Total 2006
REVENUE									
Municipal Levies	$ 7,083	$ 6,359		$ 6,212	$ 4,211	$ 3,974	$ 6,663	$ 34,502	$ 36,293
Province Of Manitoba	18,318	16,156		46,914	11,065	4,959	16,443	113,855	115,089
Municipal Grants				7,951				7,951	
Program Revenue		674		1,506	200	100	4,126	6,606	10,817
Land Rental Revenue	300	150				1,173	1,434	3,057	1,300
Natural Resources Canada									3,900
Fisheries & Oceans Canada									
- SW MB Water Festival									7,500
MB Water Stewardship									5,000
Ducks Unlimited	1,000							1,000	
Manitoba Hometown Green Team									2,284
Agriculture & Agri-Food Canada - PFRA - RWDP									2,499
	26,701	23,339		62,583	15,476	10,206	28,666	166,971	184,682
EXPENSES									
Per Schedule Of Expenses	25,724	22,366		72,009	14,953	7,885	27,484	170,421	186,751
EXCESS (DEFICIT) OF REVENUE OVER EXPENSES	977	973		(9,426)	523	2,321	1,182	(3,450)	(2,069)
SURPLUS, BEGINNING OF YEAR	15,135	26,891	4,115	(1,331)	33,932	6,791	26,190	111,723	113,792
SURPLUS (DEFICIT), END OF YEAR	$16,112	$27,864	$4,115	($10,757)	$34,455	$9,112	$27,372	$108,273	$111,723

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
SUB-DISTRICT PROGRAM
SCHEDULE OF EXPENSES
For the year ended March 31, 2007

	Wakopa 58	Upper Pembina 59	West Arthur 64	Waskada Creek 65	Medora Creek 66	Chain Lakes 67	Elgin Creek Wh. Lake 68	Total 2007	Total 2006
Maintenance									$ 9,832
Water Storage / Maintenance							81	81	30,416
Abandoned Well Sealing	11,743	1,914		41	1,065	779	5,214	20,756	28,341
Abandoned Well Inventory									9,938
Remote Watering									4,007
Education									343
Remuneration									15,369
Water Sampling									776
Management Plan	11,500	7,882		1,688		888	1,606	23,564	28,211
Surface Water Management		11,164		64,569	6,208	3,276	6,032	91,249	6,932
Watershed Inventory									5,374
Water Festival									13,852
Riparian Management Programs	1,094	500					1,456	3,050	
Portable Windbreaks									3,858
Grassed Waterways				5,063	4,299	2,594		11,956	11,263
Water Quality Monitoring Program	240	240		459	300	263	487	1,989	
Other	1,147	666		189	374	85	158	2,619	15,993
Transfer Out To S/D Board							5,000	5,000	
Transfer To General Board					2,707		7,450	10,157	2,246
	$ 25,724	$ 22,366		$ 72,009	$ 14,953	$ 7,885	$ 27,484	$170,421	$186,751

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
SUB-DISTRICT BOARD PROGRAM
STATEMENT OF OPERATIONS
For the year ended March 31, 2007

	2007
REVENUE	
Municipal Levies	$ 13,167
Province of Manitoba	39,502
Fisheries and Oceans Canada	7,500
Manitoba Water Stewardship Fund	25,000
Nature Canada's Important Bird Areas Program	14,000
Manitoba Hometown Green Team	2,362
Career Focus	1,060
Agriculture and Agri-Food Canada	18,644
Eco-Action Community Funding Program	6,100
Transfer From Sub District Program	5,000
	132,335
EXPENSES	
Surface Water Management	29,795
Abandoned Well Sealing	5,381
Management Plan	9,931
Water Quality Monitoring Program	405
Surface Water Monitoring Program	10,270
Source Protection Planning	146
Wetland Maintenance/Conservation Agreements	19,434
Riparian Management Programs	19,260
Grassed Waterways	208
Remuneration	13,764
Other -TMCD Land Management	476
-Miscellaneous	12,513
Transfer To General Board Program	10,752
	132,335
EXCESS OF REVENUE OVER EXPENSES	-
SURPLUS, BEGINNING OF YEAR	-
SURPLUS, END OF YEAR	-

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
EQUIPMENT PROGRAM #1
STATEMENT OF OPERATIONS AND SURPLUS (DEFICIT)
For the year ended March 31, 2007

	2007	2006
REVENUE		
Equipment Revenue	$ 18,339	$ 22,636
Transfer From Equipment #2		19,000
	18,339	41,636
EXPENSES		
Repairs And Maintenance	21,827	14,165
Amortization	10,513	10,832
Licence And Insurance	2,464	2,528
	34,804	27,525
EXCESS (DEFICIT) OF REVENUE OVER EXPENSES	(16,465)	14,111
DEFICIT, BEGINNING OF YEAR	8,470	(5,641)
SURPLUS (DEFICIT), END OF YEAR	$ (7,995)	$ 8,470

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
EQUIPMENT PROGRAM #2
STATEMENT OF OPERATIONS AND SURPLUS
For the year ended March 31, 2007

	2007	2006
REVENUE		
Equipment Revenue	$ 16,641	$ 35,503
Gain on Disposal of Equipment	550	
Transfer From General Board Program	208	327
	17,399	35,830
EXPENSES		
Insurance And Licences	816	1,894
Repairs And Maintenance	18,738	24,105
Small Tools	208	327
Transfer To General Board Program		1,147
Transfer To Equipment Program #1		19,000
	19,762	46,473
DEFICIT OF REVENUE OVER EXPENSES	(2,363)	(10,643)
SURPLUS, BEGINNING OF YEAR	30,983	41,626
SURPLUS, END OF YEAR	$ 28,620	$ 30,983

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
EQUIPMENT RESERVE
STATEMENT OF OPERATIONS AND SURPLUS
For the year ended March 31, 2007

	2007	2006
REVENUE		
EXPENSES		
EXCESS OF REVENUE OVER EXPENSES		
SURPLUS, BEGINNING OF YEAR	$ 32,000	$ 32,000
SURPLUS, END OF YEAR	$ 32,000	$ 32,000

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
SCHEDULE OF COST SHARING
For the year ended March 31, 2007

		Total Expenditures	Provincial	District	Other	External
ADMINISTRATION						
Office Operation		38,678	29,009	9,669		
Remuneration						
Public Rels & Local Admin		214			214	
	Sub Total	**38,892**	**29,009**	**9,669**	**214**	
ASSETS						
Office Equipment		7,226	5,420	1,806		
Vehicles / Machinery		2,707	2,030	677		
Program Support Equipment		10,998	185	61		10,752
Inventory		4,567	3,425	1,142		
Amortization		25,706			25,706	
	Sub Total	**51,204**	**11,060**	**3,686**	**25,706**	**10,752**
PUBLIC EDUCATION						
Conservation In The Classroom		6,697	5,023	1,674		
Water Festival		15,524	4,730	1,577		9,217
Oak Hammock Marsh		2,737	2,053	684		
Interpretive Area Maint		10,552	4,123	1,375	3,873	1,181
Advertising / Promotions		20,039	14,761	4,921	357	
Annual Supper		4,358	2,581	860	917	
Miscellaneous		12,065	9,049	3,016		
Prof Ed & Development		4,869	3,652	1,217		
MCDA Dues / PRBAB		3,000	2,250	750		
ASI-CNG -Grazing Tour		31,287	23,286	7,762		239
Grazing Tour		3,416	987	329		2,100
Remuneration		5,512	4,134	1,378		
	Sub Total	**120,056**	**76,629**	**25,543**	**5,147**	**12,737**
SOILS						
Forage- Salinity Program		18,287	13,715	4,572		0
Shelterbelt Program		18,950	11,398	3,799	2,572	1,181
Remuneration		32	24	8		
Direct Expenses		265			265	
	Sub Total	**37,534**	**25,137**	**8,379**	**2,837**	**1,181**
WILDLIFE / FISHERIES						
Derksen Heide / Other		6,341	4,756	1,585		
TM Habitat Conservation Agreements		35,231	21,867	7,289		6,075
Property Management		2,034			2,034	
Ab Farmstead		12,000				12,000
Remuneration		32	24	8		
	Sub Total	**55,638**	**26,647**	**8,882**	**2,034**	**18,075**

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

SCHEDULE OF COST SHARING

For the year ended March 31, 2007

						External
WATER PROGRAM						
Surface Water Management		121,044	67,917	22,639	4,922	25,566
Abandoned Well Sealing		26,137	18,340	6,113	1,684	
Watershed Management Plan		9,931	2,832	944		6,155
Water Quality Monitoring Program		2,396	1,797	599		
Surface Water Monitoring Program		10,269	2,077	692		7,500
Source Protection Planning		146	109	37		
Wetland Maintenance/CA		19,516	4,137	1,379		14,000
Riparian Management Programs		22,309	1,999	666		19,644
Grassed Waterways		12,164	9,123	3,041		
Remuneration		13,764	10,323	3,441		
TMCD Land Management		24,040	15,737	5,246	1,623	1,434
Miscellaneous		15,131	11,348	3,783		
	Sub Total	**276,847**	**145,739**	**48,580**	**8,229**	**74,299**
TOTAL EXPENDITURE		**580,171**	**314,221**	**104,739**	**44,167**	**117,044**

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
SCHEDULE OF PROVINCIAL GRANT RECEIVABLE
For the year ended March 31, 2007

PROVINCIAL GRANT RECEIVABLE	2007	2006
Balance, Beginning Of year	$ 1,706	$ 651
Add: Provincial Allocation Of Expenses For Year	314,220	315,055
	315,926	315,706
Less: Grants Received	314,000	314,000
Balance, End Of Year	$ 1,926	$ 1,706

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2007

1. INCORPORATION AND OPERATIONS

The Turtle Mountain Conservation District No. 4 was incorporated under the laws of the Province of Manitoba, established primarily for the purpose of providing resource programs and planning for sustainable soil and water management. The District receives funding from the Province of Manitoba and certain municipalities and is governed by a board of directors from the various municipalities involved in the Conservation District. The District is exempt from income taxes under the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles. Significant accounting policies include the following:

Cash And Cash Equivalents
Cash and cash equivalents represent cash and term deposits with maturities of three months or less. Term deposits earn interest at annual rates of 3.65% (2.1% in 2006).

Inventory
Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out method.

Property, Plant And Equipment
Property, plant and equipment are recorded at cost. Donated assets are recorded at estimated fair market value. Proceeds of disposals, less carrying values of these assets, are reported in the statements of operations as gains or losses on disposal. Amortization is provided using the straight-line method intended to amortize the cost of the assets over their estimated useful lives at the following rates:

	Rate
Building	5%
Field Equipment - Machinery	10%
Field Equipment - Vehicles	15%
Office Equipment	15%
Program Support Equipment	10%

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use Of Estimates
The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

Revenue Recognition
Revenue is recorded in the period specified in the funding agreements entered into with government agencies and other organizations. Funding received in advance of making the related expenditures is deferred.

3. ACCOUNTS RECEIVABLE

	2007	2006
Trade	$ 3,831	$ 3,639
Goods And Services Tax	2,283	1,442
Ecoaction		610
Government of Canada – Fisheries & Oceans	7,500	
Government of Canada – AAFC	11,622	
Nature Canada's Important Bird Areas	3,500	
Province of Manitoba – SDIF	4,000	
Province of Manitoba – Water Stewardship Fund	1,850	
TD Bank – GIC Interest	305	
Other Programs		7,500
	$ 34,891	$ 13,191

Accounts receivable has been determined to be all collectible, therefore, no allowance for doubtful accounts has been made.

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2007

4. PROPERTY, PLANT AND EQUIPMENT

	Balance, Beginning of year	Additions	Disposals	Balance, End of Year
Warehouse	$ 121,616			$ 121,616
Office Equipment	56,103	7,226		63,629
Program Support Equipment	24,151	10,998		35,150
Field Equipment				
Tractors	91,862			91,862
Trucks	79,415		2,750	76,665
Trailers	12,054			12,054
Other	95,399	2,707		98,106
	480,602	20,931	2,750	498,783

ACCUMULATED AMORTIZATION

	Balance, Beginning of year	Additions	Disposals	Balance, End of Year
Warehouse	14,189	6,081		20,269
Office Equipment	39,779	6,119		45,898
Program Support Equipment	11,352	2,898		14,250
Field Equipment				
Tractors	91,862			91,862
Trucks	56,289	7,342	2,750	60,881
Trailers	11,400		101	11,299
Other	69,902	4,955		74,857
	294,772	27,395	2,851	319,316
NET BOOK VALUE	$ 185,830			$ 179,467

5. ECONOMIC DEPENDENCE

Turtle Mountain Conservation District No 4 receives at least 60% of its operating revenue from the Province of Manitoba and is economically dependent on it

6. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of cash and cash equivalents, accounts receivable, accounts payable, and unearned revenue. The carrying values of these financial assets and financial liabilities approximate their fair values due to their short term maturities.

Credit Risk Management

The organization is exposed to credit risk on the accounts receivable from its customers. In order to reduce its risk, the organization has adopted credit policies, which include the analysis of the financial position of its customers and the regular review of their credit limits.

The organization does not have a significant exposure to any individual customer or counterpart. Its customers are mainly in the agriculture business.

ZAPLITNY & ZAMRYKUT
Chartered Accountants

F.D. Zaplitny, C.A., C.F.P.
D.A. Zamrykut, B.Comm., C.A.
S.D. Love, B.Comm., C.A.
J.J. Zamrykut, B.Acctg.Sc., C.G.A.

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Dauphin, Manitoba, R7N 1C9

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Appendix N

TURTLE RIVER WATERSHED CONSERVATION DISTRICT #2

FINANCIAL STATEMENT

As at March 31st, 2007

AUDITOR'S REPORT

To the Board of Directors of the Turtle River Watershed Conservation District:

We have audited the statement of financial position of Turtle River Watershed Conservation District #2 as at March 31st, 2007 and the other statements, being statement "1" to "6" inclusive which covers the year then ended. These financial statements are the responsibility of the board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Watershed as at March 31st, 2007 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

ZAPLITNY & ZAMRYKUT.
Chartered Accountants

DAUPHIN, Manitoba
May 30th, 2007

STATEMENT "1"

TURTLE RIVER WATERSHED CONSERVATION DISTRICT #2

STATEMENT OF FINANCIAL POSITION
As at March 31st, 2007 and 2006

	General Board Fund	Flood Protection Reserve Fund	Emergency Reserve Fund	SD45 Levy Reserve Fund	SD46 Levy Reserve Fund	Equipment Reserve Fund	Infra structure Reserve 15/25	Infra-structure Reserve	2007 Total	2006 Total
Current Assets										
Cash on Hand and in Bank	$ 278,232								278,232	123,641
Short Term Investments		3,449							3,449	3,449
Accounts Receivable Note 4	38,852								38,852	86,315
Prov of Man Receivable Note 3	54,483								54,483	8,758
Prepaid Expenses	881								881	2,179
Inventory	111,639								111,639	104,354
Total Current Assets	484,087	3,449							487,536	328,696
Capital Assets Note 5	37,000								37,000	53,101
Total	$ 521,087	3,449							524,536	381,797
Current Liabilities										
Accounts Payable Note 6	$ 15,349								15,349	61
Labour Crew Surcharge										5,245
Prepaid Levy & Grant	113,441								113,441	2,756
Due To(From) Other Funds	201,871	(6,372)	(30,801)	(10,393)	(8,057)	(95,448)	(40,800)	(10,000)		
Total Current Liabilities	330,661	(6,372)	(30,801)	(10,393)	(8,057)	(95,448)	(40,800)	(10,000)	128,790	8,062
Fund Balances										
Invested in Capital Assets	37,000								37,000	53,101
Internally Restricted		9,821	30,801	10,393	8,057	95,448	40,800	10,000	205,320	188,024
Unrestricted	153,426								153,426	131,812
	190,426	9,821	30,801	10,393	8,057	95,448	40,800	10,000	395,746	373,737
Total	$ 521,087	3,449	NIL	NIL	NIL	NIL	NIL	NIL	524,536	381,797

Paul Brunet, TRWCD Board Chairperson

Denis Maquet, TRWCD Board Vice Chairperson

(The accompanying notes are an integral part of these financial statements)

STATEMENT "2"

TURTLE RIVER WATERSHED CONSERVATION DISTRICT #2

STATEMENT OF CHANGES IN NET ASSETS
As at March 31st, 2007 and 2006

	General Board Fund	Flood Protection Reserve Fund	Emergency Reserve Fund	SD45 Levy Reserve Fund	SD46 Levy Reserve Fund	Equipment Reserve Fund	Infra-structure Reserve 75/25	Infra-structure Reserve	2007 Total	2006 Total
Net Assets, Beginning of Year	$ 186,913	10,678	10,801	10,393	8,057	81,295	40,800	4,800	373,737	358,225
Excess of Revenue Over/(Under) Expenditures	9,364					12,153			21,517	14,930
Transfer (To)/From Other Funds	(4,343)	(857)						5,200		
Inventory Adjustment	492								492	582
Net Assets, End of Year	$ 192,426	9,821	10,801	10,393	8,057	93,448	40,800	10,000	395,746	373,737

The accompanying notes are an integral part of these financial statements.

STATEMENT "3"

TURTLE RIVER WATERSHED CONSERVATION DISTRICT #2
GENERAL BOARD FUND

STATEMENT OF OPERATIONS
For the Years Ended March 31st, 2007 and 2006

		2007	2006
Revenue			
Municipal Levies & Grants	$	164,688	143,769
Province of Manitoba Allocated Grant-Statement "6"		445,725	401,112
Other Grants		18,617	28,053
Custom Work		23,499	20,007
Land Owner Revenue		2,564	586
Interest Income		1,446	1,556
Other Income		87	1,802
		656,626	596,885
Expenditures			
Board Remuneration		19,564	25,306
Administration		19,615	23,634
Wages and Benefits		92,037	102,588
Staff Expenses		7,936	9,985
Management Plan			1,039
Office Rent		7,236	7,236
MCDA Dues		3,000	3,000
Educational Activities		8,352	11,184
Custom Work		23,499	20,007
Garage Alarm/Taxes		895	826
Forage Assistance		3,801	2,288
Land Management Services			1,234
Brushing and Spraying		30,764	33,691
Drain Maintenance		234,565	188,538
Off Site Watering			424
Grassed Waterways		14,115	
Riparian Fencing Program		1,691	
Crossing Repairs		6,603	28,478
Crossing Replacements		66,216	6,304
Program Evaluation (Summer Student)		5,015	6,193
Consultant Fees		42,597	32,414
Labour Crew Costs		19,142	17,979
Shed Expenses		2,185	1,797
Bank Stabilization		5,423	
Erosion Control			31,834
Plastic Mulch Program		636	1,020
Abandoned Well Sealings		1,934	2,870
Spring Run-off Damages		12,660	25,271
S.R.F.P.S.		857	857
Amortization Expense		16,924	17,489
		647,262	603,486
Excess Revenues Over/(Under) Expenditures	$	9,364	(6,601)

(The accompanying notes are an integral part of these financial statements)

STATEMENT "4"

TURTLE RIVER WATERSHED CONSERVATION DISTRICT #2
EQUIPMENT RESERVE FUND

STATEMENT OF OPERATIONS
For the Years Ended March 31st, 2007 and 2006

		2007	2006
Revenues -			
Truck	$	17,534	22,017
Quad		4,393	4,150
Tractor		7,450	7,250
Labour Crew Tools and Equipment		2,708	2,936
Trailer		1,253	725
		33,338	37,078
Expenditures -			
Truck		17,912	12,362
Quad		777	630
Tractor		1,238	1,171
Labour Crew Tools and Equipment		491	869
Trailer		767	515
		21,185	15,547
Excess of Revenue Over/(Under) Expenditures	$	12,153	21,531

(The accompanying notes are an integral part of these financial statements)

STATEMENT "5"

TURTLE RIVER WATERSHED CONSERVATION DISTRICT #2

STATEMENT OF CASH FLOWS
For the Years Ended March 31st, 2007 and 2006

		2007	2006
Cash Provided by (Used in) Operating Activities -			
Excess of Revenue Over/(Under) Expenditure	$	21,517	14,930
Non-Cash Items included in Expenditures:			
Amortization		16,924	17,489
Inventory Adjustment		492	582
		38,933	33,001
Changes in Non-Cash Working Capital Components -			
Accounts Receivable		47,463	(45,782)
Province of Manitoba Receivable		(45,725)	(1,112)
Prepaid Expenses		1,298	(481)
Inventory		(7,285)	32,133
Accounts Payable		15,288	(2,519)
Labour Crew Surcharge		(5,245)	(5,380)
Prepaid Grants and Levies		110,687	(24,029)
		116,481	(47,170)
Investing -			
Purchase of Capital Assets - Net		(823)	
Increase (Decrease) in Cash		154,591	(14,169)
Cash, Beginning of Year		123,641	137,810
Cash, End of Year	$	278,232	123,641

(The accompanying notes are an integral part of these financial statements)

STATEMENT "6"

TURTLE RIVER WATERSHED CONSERVATION DISTRICT #2

SCHEDULE OF PROVINCIAL CONTRIBUTIONS
For the Year Ended March 31st, 2007

		Total	% Shareable Prov/District or External	Provincial Share	District & Other Share
Program Management -					
Office Operation	$	27,746	75/25	20,809	6,937
Administrative Salaries		16,458	75/25	12,344	4,114
Public Education -					
Demo Days/Tours		492	75/25	369	123
Advertising/Signage		4,317	75/25	3,238	1,079
Educational Activities		3,543	75/25	2,657	886
MCDA Dues		3,000	75/25	2,250	750
Board Remuneration		19,564	75/25	14,673	4,891
Wildlife/Fisheries -					
Summer Students		5,015	17/83	828	4,187
Bank Stabilization		5,423	23/77	1,225	4,198
Soils -					
Forage Seed Assistance		3,801	75/25	2,851	950
Grassed Waterway		14,115	75/25	10,586	3,529
Shelterbelt Program		616	75/25	462	154
Riparian Fencing Program		1,691	32/68	545	1,146
Water -					
Project Monitoring & Evaluation		17,058	75/25	12,794	4,264
Abandoned Well Sealing		1,934	75/25	1,450	484
Drain Maintenance		234,565	75/25	175,924	58,641
Project Dev. & Implementation		66,457	75/25	49,843	16,614
Brushing		15,686	75/25	11,764	3,922
Spraying		15,078	75/25	11,309	3,769
SRFPS		857	0/100		857
Eng. Surveys & Consulting		27,688	75/25	20,766	6,922
Spring Flood Damages		12,680	16/84	2,046	10,634
Crossings -					
Repair		6,603	75/25	4,952	1,651
Replacement		66,216	75/25	49,662	16,554
Eng. Surveys & Consulting		14,909	75/25	11,182	3,727
TRWCD Compound		21,327	75/25	15,995	5,332
Other -					
Inventory Sales		(45,343)	75/25	(34,007)	(11,336)
Inventory Purchases		52,777	75/25	39,583	13,194
Consignment Sale Revenue		(500)	75/25	(375)	(125)
Custom Work		23,499	0/100		23,499
Amortization		16,924	0/100		16,924
	$	654,196		445,725	208,471

(The accompanying notes are an integral part of these financial statements)

TURTLE RIVER WATERSHED CONSERVATION DISTRICT #2

NOTES TO FINANCIAL STATEMENTS
March 31st 2007

1 Incorporation & Commencement of Operations -

Turtle River Watershed Conversation District #2 was incorporated under the laws of the Province of Manitoba and commenced operations in 1976.

Organization -

Turtle River Watershed Conversation District #2 operates under the authority of the Conservation Districts Act. The objective for the District under the Act are to provide for the conservation control and prudent use of resources.

2 Significant Accounting Policies

The financial statements have been prepared on a going concern basis in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies.

Investments

Investments are recorded at the lower of cost and net realizable value.

Capital Assets -

Capital Assets are recorded at cost and amortization is provided for in the accounts calculated on the Straight-Line basis in accordance with their useful life on the following basis:

Office Equipment	15%
Computer Equipment	20%
Storage Yard Fence	5%
Tools, Equipment, & Tent	20%
Building	4%
Truck & Quad	25%
Tractor	20%
Leasehold Improvements	Amortized term of lease

Income Taxes -

Turtle River Conservation District is a not for profit organization and is exempt from income taxes under Section 149 of the Income Tax Act.

Revenue Recognition

The financial statements have been prepared following the deferral method of accounting for contributions. Restricted contributions are recognized in the year to which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received.

Measurement Uncertainty -

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may vary from current estimates. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

Inventory -

Inventory is valued at the lower of cost or market on a first in first out basis.

3 Accounts Receivable - Province of Manitoba -

	2007	2006
Amount at Beginning of Year	$ 8,758	7,646
Add - Allocated to Watershed Programs - General Board	445,725	401,112
	454,483	408,758
Less - Grant Received	400,000	400,000
Balance - End of Year	$ 54,483	8,758

4 Accounts Receivable -

	2007	2006
Province of MB - EMO	$	31,035
GST Recoverable	6,755	11,775
Rural Municipalities and Villages	29,074	41,173
Staff - GIC's/Insurance	3,023	2,320
Other		12
	$ 38,852	86,315

5. Capital Assets

		Cost	Accumulated Amortization	2007 Book Value	2006 Book Value
Office Equipment & Computers	$	51,423	47,513	3,910	6,014
Fence		4,863	4,863	NIL	NIL
Trucks		83,303	75,866	7,437	14,301
Tools		24,855	24,513	342	698
Building		28,213	19,703	8,510	9,639
Plastic Mulcher		1,469	1,469	NIL	NIL
Tractor, Drill, Sprayer		55,590	55,326	264	386
Trailers		5,312	5,312	NIL	NIL
Leasehold Improvements		7,143	7,143	NIL	NIL
L.C. Water Tank		452	396	56	124
Pipeline Plough		13,905	10,892	3,013	5,794
Office Garage		12,572	1,582	10,990	11,493
Quad		8,292	6,047	2,245	4,319
Tent		500	267	233	333
	$	297,892	260,892	37,000	53,101

6. Accounts Payable

		2007	2006
Trade Payables	$	15,349	61

7. Land Acquisitions :

In accordance with district policy, land acquisitions are expensed in the year purchased. For information purposes, inventories of land parcels owned by the district are as follows

Description	Purchase Date		Purchase Price
N 1/2 of 31-23-17WPM	Dec 19/86	$	21,500
SE 1/4 of 27-20-14WPM	Mar 14/88		7,500
SW 1/4 of 19-22-17WPM	June 28/89		20,000
NE 1/4 22-20-14WPM	April 8/91		8,800
SW 1/4 24-23-18WPM	Aug 10/90		22,500
S 1/2 of 22-22-14WPM	May 2/89		13,000
NE 1/4 of 1-22-14WPM	Mar 8/91		10,000
SW 1/4 of 8-24-17WPM	Apr 27/92		14,500
PT of SE of 20-24-17WPM	Sept 8/94		4,132
NW of 30-23-17WPM	1996		17,500
SE 1/4 of 25-23-18WPM	May 1/96		17,500
NE 1/4 25-23-18WPM	1997		25,000
NW 1/4 25-25-18WPM	1997		25,000
PT of N1/2 24-23-18WPM	1998		10,700

Appendix O

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UPPER ASSINIBOINE RIVER CONSERVATION DISTRICT NO. 8

FINANCIAL STATEMENTS

For the year ended March 31, 2007

UPPER ASSINIBOINE RIVER CONSERVATION DISTRICT NO. 8

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AUDITORS' REPORT

To the Board of Directors:
Upper Assiniboine River Conservation District No. 8
Miniota, Manitoba

We have audited the Statement of Financial Position of **Upper Assiniboine River Conservation District No. 8** as at **March 31, 2007** and the statements of revenue, expenditure and surplus and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at **March 31, 2007** and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedule of Provincial Contributions presented by the District.

PARTNERSHIP OF
CHARTERED ACCOUNTANTS

Russell, Manitoba
May 17, 2007

UPPER ASSINIBOINE RIVER CONSERVATION DISTRICT NO. 8
STATEMENT OF FINANCIAL POSITION
As at March 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash	$ 182,505	$ 164,256
Accounts receivable	22,516	81,527
GST receivable	4,307	13,125
Provincial grant receivable (Note 11)	1,239	729
Inventories (Note 2 and 3)	15,741	14,803
Prepaid expenses	6,552	6,087
	232,860	280,527
PROPERTY, PLANT AND EQUIPMENT (Notes 2 and 4)	326,124	322,709
OTHER (Note 5)	5,363	4,920
	$ 564,347	$ 608,156
LIABILITIES		
CURRENT		
Accounts payable (Note 6)	$ 101,387	$ 171,141
SURPLUS		
INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT (Note 8)	326,124	322,709
SURPLUS	136,836	114,306
	462,960	437,015
	$ 564,347	$ 608,156

Leonard Sitko Chairman

[illegible] Administrator

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UPPER ASSINIBOINE RIVER CONSERVATION DISTRICT NO. 8

STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS

For the year ended March 31, 2007

	2007	2006
REVENUE		
Grant - Province of Manitoba	$ 250,510	$ 248,439
External funding	88,181	137,048
Municipal grants (Note 9)	91,932	84,308
Landowner	11,119	14,189
Interest	10,389	8,345
Truck revenue	7,267	5,535
	459,398	497,864
EXPENDITURES		
Projects and programs	50,378	
Board truck	4,497	4,616
Program management	35,191	31,910
Public education	114,937	96,649
Soil programs	60,565	62,453
Water programs	166,710	143,618
Wildlife	24	49
	432,302	339,295
REVENUE OVER EXPENDITURES	27,096	158,569
OTHER ITEM		
Gain on disposal of property, plant and equipment	3,220	
Investment in property, plant and equipment	(7,786)	(134,152)
	(4,566)	(134,152)
NET REVENUE OVER EXPENDITURES FOR YEAR	22,530	24,417
SURPLUS, BEGINNING OF YEAR	114,306	89,889
SURPLUS, END OF YEAR	$ 136,836	$ 114,306

UPPER ASSINIBOINE RIVER CONSERVATION DISTRICT NO. 8
STATEMENT OF CASH FLOWS
For the year ended March 31, 2007

		2007		2006
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from customers	$	173,885	$	75,770
Cash paid to suppliers and employees		(503,458)		(228,142)
Interest received		10,389		8,345
Grants received		342,442		332,747
		23,258		188,720
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment		(7,786)		(134,152)
Proceeds on disposal of property, plant and equipment		3,220		
Change in other long-term assets		(443)		(738)
		(5,009)		(134,890)
NET INCREASE IN CASH		18,249		53,830
CASH, BEGINNING OF YEAR		164,256		110,426
CASH, END OF YEAR	$	182,505	$	164,256

UPPER ASSINIBOINE RIVER CONSERVATION DISTRICT NO. 8

NOTES TO FINANCIAL STATEMENTS

For the year ended March 31, 2007

1. ENTITY DEFINITION

The Upper Assiniboine River Conservation District No. 8 (the "organization") was formed in 1996 to aid in the conservation of natural resources in the Municipalities of Archie, Birtle, Ellice, Hamiota, Miniota, Rossburn, Shoal Lake, Wallace and Woodworth and the encompassing Towns and Villages.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. The following are considered to be the more significant policies.

Inventories

Inventory is valued at the lower of cost and net realizable value determined by the first-in, first-out method.

Property, plant and equipment

Property, plant and equipment are recorded at cost. The organization is no longer recording amortization for property, plant and equipment as is appropriate for conservation districts in the province of Manitoba.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

3. INVENTORIES

	2007	2006
Project supplies	$ 15,741	$ 14,803

4. PROPERTY, PLANT AND EQUIPMENT

	Balance, Beginning of Year	Additions	Disposals	Balance, End of Year
Office equipment	$ 49,205	4,769		$ 53,974
Automotive equipment	64,829			64,829
Trailer equipment	5,790			5,790
Surveying equipment	16,643			16,643
Water testing equipment	3,636	2,400		6,036
Pipeline plow	5,981			5,981
Watering demonstration system	25,368	616	4,370	21,614
Aerial mapping	162,041			162,041
	333,493	7,785	4,370	336,908
ACCUMULATED AMORTIZATION				
Office equipment	8,393			8,393
Surveying equipment	2,073			2,073
Water testing equipment	318			318
	10,784			10,784
NET BOOK VALUE	$ 322,709			$ 326,124

5. OTHER ASSETS

	2007	2006
Vanguard Credit Union Ltd. surplus shares	**$ 1,403**	$ 1,221
Twin Valley Coop patronage equity	**3,960**	3,699
	$ 5,363	$ 4,920

6. ACCOUNTS PAYABLE

	2007	2006
Trade	**$ 35,806**	$ 166,441
Deferred revenue	**65,581**	4,700
	$ 101,387	$ 171,141

7. ECONOMIC DEPENDENCE

Upper Assiniboine River Conservation District receives at least 60% of its operating revenue from the Province of Manitoba and is economically dependent on it.

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8. INVESTMENT IN PROPERTY, PLANT AND EQUIPMENT

The property, plant and equipment expenditures are accounted for on the balance sheet with an offsetting entry to the Investment in Property, Plant and Equipment account.

9. MUNICIPAL GRANTS

Grants received from local governments involved in the conservation district are the following:

		2007		2006
R.M. of Archie	$	6,465	$	5,662
R.M. of Birtle		11,236		11,592
R.M. of Ellice		6,118		5,466
R.M. of Hamiota		9,815		9,765
R.M. of Miniota		11,908		9,403
R.M. of Rossburn		8,347		6,786
R.M. of Shoal Lake		7,876		7,156
R.M. of Wallace		14,296		12,490
R.M. of Woodworth		13,190		12,991
Town of Birtle		407		610
Town of Rossburn		260		302
Town of Shoal Lake		1,110		934
Village of Elkhorn		225		386
Village of Hamiota		487		483
Village of St. Lazare		192		282
	$	91,932	$	84,308

10. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of cash, accounts receivable, provincial grant receivable, and accounts payable. The carrying values of these financial assets and liabilities approximate their fair values due to their short term maturity.

Credit risk management

The organization is exposed to credit risk on the accounts receivable from its customers. In order to reduce its credit risk, the organization has adopted credit policies which include the analysis of the financial position of its customers and the regular review of their credit limits.

The organization does not have a significant exposure to any individual customer or counterpart. Its customers are mainly in the agriculture business.

11. PROVINCIAL GRANT RECEIVABLE	2007	2006
BALANCE, BEGINNING OF YEAR	$ 729	$ 2,290
Add: Provincial allocation of expenses for year	250,510	248,439
	251,239	250,729
Less: Grant received	250,000	250,000
BALANCE, END OF YEAR	$ 1,239	$ 729

UPPER ASSINIBOINE RIVER CONSERVATION DISTRICT NO.8

SCHEDULE OF PROVINCIAL CONTRIBUTIONS

For the year ended March 31, 2007

	Total Expenditures	Provincial	Levies	Landowner	External
PROJECTS AND PROGRAMS					
Program Evaluation	3,559	2,669	890		
Management Planning	12,400	9,300	3,100		
IWMP	34,419				34,419
	50,378	11,969	3,990		34,419
PROGRAM MANAGEMENT					
Program Support/Planning	14,698	11,024	3,674		
Office Operation	20,493	13,801	4,600	2,092	
	35,191	24,825	8,274	2,092	
PUBLIC EDUCATION					
Advertising/meetings/courses	15,130	11,348	3,782		
MCDA dues	3,000	2,250	750		
General education	96,807	31,792	10,597	658	53,760
	114,937	45,390	15,129	658	53,760
SOIL PROGRAMS					
Forage seed	5,643	4,232	1,411		
General soils	28,174	18,438	6,146	3,590	
Rotational grazing - fencing	26,748	20,061	6,687		
	60,565	42,731	14,244	3,590	
WATER MANAGEMENT					
Abandoned wells	20,533	14,569	4,856	1,108	
Livestock crossing	16,792	10,770	3,590	2,432	
Stream bank stabilization	10,305	7,729	2,576		
Small dams/shale traps/other	33,555	24,237	8,079	1,239	
Alternative watering system	74,532	55,899	18,633		
Maintenance	10,993	8,245	2,748		
	166,710	121,449	40,482	4,779	
WILDLIFE					
Rossburn Gabion	**24**	18	6		
BOARD TRUCK					
Board truck expense	**4,497**		4,497		
SUBTOTAL	**432,302**	**246,382**	**86,622**	**11,119**	**88,179**
ASSETS PURCHASED					
Property, plant and equipment	4,566	3,424	1,142		
Inventory adjustment	938	704	234		
	5,504	4,128	1,376		
TOTAL EXPENDITURE	**437,806**	**250,510**	**87,998**	**11,119**	**88,179**

Appendix P

WEST SOURIS RIVER CONSERVATION DISTRICT

FINANCIAL STATEMENTS

For the year ended March 31, 2007

WEST SOURIS RIVER CONSERVATION DISTRICT
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AUDITORS' REPORT

To the Board of Directors:
West Souris River Conservation District
Reston, Manitoba

We have audited the balance sheet of **West Souris River Conservation District** as at **March 31, 2007** and the statement of revenue, expenditures and surplus and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at **March 31, 2007** and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedules of Cost Sharing and Provincial Grant Receivable presented by the District.

Russell, Manitoba
June 21, 2007

PARTNERSHIP OF
CHARTERED ACCOUNTANTS

WEST SOURIS RIVER CONSERVATION DISTRICT
BALANCE SHEET
As at March 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash	$ 58,458	$ 51,131
Accounts receivable (Note 3)	44,530	48,343
Inventories (Note 2)	2,636	2,636
	105,624	102,110
INVESTMENT (Note 2)	22,667	22,667
PROPERTY, PLANT AND EQUIPMENT (Notes 2 & 4)	198,244	171,933
PATRONAGE DIVIDENDS	1,873	1,688
	$ 328,408	$ 298,398
LIABILITIES		
CURRENT		
Bank indebtedness (Note 5)	$ 19,871	$ 42,343
Accounts payable	30,595	29,507
Deferred revenue	66,733	39,316
Current portion of long term debt (Note 6)	14,567	13,782
	131,766	124,948
LONG TERM DEBT (Note 6)	78,158	72,324
	209,924	197,272
SURPLUS		
SURPLUS	62,644	45,296
INTERNALLY RESTRICTED (Note 13)	32,720	32,720
RESTRICTED FOR BURSARY PURPOSES (Note 14)	23,120	23,110
	118,484	101,126
	$ 328,408	$ 298,398

APPROVED ON BEHALF OF THE BOARD:

Director

Director

WEST SOURIS RIVER CONSERVATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURES AND SURPLUS
For the year ended March 31, 2007

	2007	2006
REVENUE		
Grants (Note 9)	$ 290,188	$ 231,670
Municipal Levies (Note 11)	67,027	67,027
Programs	9,844	21,009
Other	7,193	12,317
Equipment Rental	3,700	140
Interest and Patronage allocations	1,728	812
Employment Projects	525	750
	380,205	333,725
GENERAL AND ADMINISTRATION EXPENDITURES		
Freight		80
Interest and Bank Charges	5,845	6,326
Memberships	3,000	3,000
Office	17,426	13,853
Professional Fees	1,814	2,262
Property Taxes	283	267
Small Tools		269
Telephone	6,108	5,395
Utilities	1,578	1,385
Wages and Benefits	11,613	4,380
	47,667	37,217
PROGRAM DELIVERY COSTS		
Advertising	15,384	10,123
Board Remuneration	5,418	10,370
Project Support / Planning	965	28,634
Public Education - General	11,999	10,997
Seminars and Conferences	8,717	5,549
Sub-District Programs (Schedule 3)	248,305	216,207
GIS resource management	7,690	
Oak Lake aquifer	16,712	
	315,190	281,880
TOTAL EXPENSES	362,857	319,097
EXCESS OF REVENUES OVER EXPENDITURES	17,348	14,628
OTHER ITEM		
Loss on disposal of property, plant and equipment		(32,606)
NET INCOME (LOSS)	17,348	(17,978)
SURPLUS, BEGINNING OF YEAR	45,296	63,274
SURPLUS, END OF YEAR	$ 62,644	$ 45,296

WEST SOURIS RIVER CONSERVATION DISTRICT
STATEMENT OF CASH FLOWS
For the year ended March 31, 2007

		2007		2006
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from customers	$	46,844	$	24,473
Cash paid to suppliers and employees		(361,771)		(337,834)
Interest received		1,543		678
Grants and municipal levies received		357,215		298,698
Interest paid		5,845		6,326
		49,676		(7,659)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment		(26,311)		(396)
Purchase of investments				(532)
Proceeds on disposal of investments				973
Change in other long-term assets		(185)		(134)
		(26,496)		(89)
CASH FLOWS FROM FINANCING ACTIVITIES				
Advances on bank indebtedness				28,012
Repayment of bank indebtedness		(22,472)		
Advances on long-term debt		20,401		
Repayment of long-term debt		(13,782)		(12,930)
		(15,853)		15,082
NET INCREASE IN CASH		7,327		7,336
CASH, BEGINNING OF YEAR		51,131		43,795
CASH, END OF YEAR	$	58,458	$	51,131

1. ENTITY DEFINITION

The West Souris Conservation District was incorporated under the laws of the Province of Manitoba, established primarily for the purpose of providing programs and education for the conservation of soil, water and wildlife. The district receives funding from the Province of Manitoba and certain municipalities and is governed by a board of directors from the various municipalities involved in the Conservation District. The District is exempt from income taxes under the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and includes the following significant accounting policies.

Inventories

Inventory is valued at the lower of cost and net realizable value determined by the first-in, first out method.

Investment

The investment consists of a term deposit with the Virden Credit Union that matures on September 17, 2007, bearing interest of 4.50%.

Property, plant and equipment

Property, plant, and equipment are recorded at cost. The organization is no longer recording amortization for property, plant, and equipment as is considered appropriate for its size of not for profit organization.

Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

Revenue Recognition

West Souris River Conservation District follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

3. ACCOUNTS RECEIVABLE

	2007	2006
Trade	$ 38,005	$ 40,789
Provincial grant (Schedule 2)	3,418	2,365
GST	3,107	5,189
	$ 44,530	$ 48,343

4. PROPERTY, PLANT AND EQUIPMENT

	Balance, Beginning of Year	Additions	Disposals	Balance, End of Year
Buildings	$ 129,338			$ 129,338
Equipment - self propelled	88,613	23,860		112,473
Equipment - pull-type	40,856	299		41,155
Equipment - office	96,826	2,152		98,978
	355,633	26,311		381,944
Buildings	38,543			38,543
Equipment - self propelled	68,357			68,357
Equipment - pull-type	30,567			30,567
Equipment - office	46,233			46,233
	183,700			183,700
BOOK VALUE	$ 171,933			$ 198,244

5. BANK INDEBTEDNESS

Bank indebtedness includes an operating loan from the Virden Credit Union with an authorized limit of $30,000. The total bank indebtedness amounts to $19,871 ($42,343 in 2006), bearing interest at prime. The prime rate of interest at March 31, 2007 was 6% (5.5% in 2006).

The balance on the line of credit in 2006 was in excess of the authorized limit as a result of the timing of deposits and cheques clearing.

WEST SOURIS RIVER CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2007

6. LONG TERM DEBT

	2007	2006
Virden Credit Union - note payable in quarterly instalments of $2,007 bearing interest at 6.0%, loan secured by a truck and is due June 2007	$ **2,444**	$ 10,038
RM of Pipestone - debenture payable in annual instalments of $11,987 including interest at 7.625%. It is secured by land and buildings and is due December 2014	**69,880**	76,068
Virden Credit Union - note payable in monthly instalments of $560 bearing interest at 7.0%, loan secured by a truck and is due August 2010	**20,401**	
	92,725	86,106
Less: current portion	**14,567**	13,782
	$ **78,158**	$ 72,324

Principal payments due in the next five years are as follows:

2008	$ 14,567
2009	13,036
2010	13,996
2011	11,050
2012	9,616
Subsequent	30,460
	$ 92,725

7. COMMITMENT

Minimum lease payments due in the next five years are as follows on the photocopier and the postage machine:

2008	$ 2,711
2009	2,292
2010	1,146

8. ECONOMIC DEPENDENCE

West Souris River Conservation District receives at least 60% of its operating revenue from the Provincial Government and is economically dependent on it.

WEST SOURIS RIVER CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
For the year ended March 31, 2007

9. GRANTS

Grants received from local government involvement in the conservation district were the following:

		2007		2006
Province of Manitoba - Manitoba Water Stewardship Branch (Schedule 2)	$	201,050	$	201,649
National Water Supply		35,000		
Fisheries Enhancement Initiative		24,345		5,474
PFRA		15,790		
Rural Municipality of Pipestone - Special Levy		10,000		
Tundra Education		4,003		
Rural Water Development Program				24,374
Sustainable Communities Initiatives Fund				173
	$	290,188	$	231,670

10. REGISTERED CHARITY

The Conservation District is registered as a charitable organization under the Income Tax Act (the "Act") and as such is exempt from income taxes and is able to issue donation receipts for income tax purposes. In order to maintain its status as a registered charity under the Act, the West Souris River Conservation District must meet certain requirements under the Act. In the opinion of management, these requirements have been met. There is no change to the GST method of reporting and the rebate allowed still falls under municipal government at 100%.

11. MUNICIPAL LEVIES

		2007		2006
Rural Municipality of Albert	$	11,209	$	11,209
Rural Municipality of Arthur		7,879		7,879
Rural Municipality of Cameron		3,068		3,068
Rural Municipality of Edward		12,074		12,074
Rural Municipality of Pipestone		18,184		18,184
Rural Municipality of Sifton		11,732		11,732
Rural Municipality of Wallace		2,881		2,881
	$	67,027	$	67,027

12. FINANCIAL INSTRUMENTS

Financial instruments of the organization consist of cash, accounts receivable, investments, bank indebtedness, accounts payable, and deferred revenue. The carrying values of these financial assets and liabilities approximate their fair values due to their short term maturity.

The fair value of the long term debt has not been presented as these values are not readily determinable.

Credit risk management

The organization is exposed to credit risk on the accounts receivable from its customers. In order to reduce its credit risk, the organization has adopted credit policies which include the analysis of the financial position of its customers and the regular review of their credit limits.

The organization does not have a significant exposure to any individual customer or counterpart.

13. INTERNALLY RESTRICTED

Internally restricted net assets are derived from the donation of equipment to the conservation district from a previous organization.

14. RESTRICTED FOR BURSARY PURPOSES

	2007	2006
Balance - beginning of year	$ 23,110	$ 23,108
Add: Interest	1,010	1,002
	24,120	24,110
Less: Scholarships paid	1,000	1,000
Balance - end of year	$ 23,120	$ 23,110

The principal portion of the bursary is restricted, only interest earned on the principal amount may be paid out as bursaries.

15. CHANGE IN ACCOUNTING POLICY

Effective for the 2006 year end, the board has made an unanimous decision to adopt a policy to no longer amortize the property, plant, and equipment. This change has been chosen to be applied prospectively. The net effect to the 2006 financial statements is a decrease in expenses of $33,527 and an overall decrease in the deficiency of revenues over expenditures.

WEST SOURIS RIVER CONSERVATION DISTRICT

SCHEDULE 1 - SCHEDULE OF COST SHARING

For the year ended March 31, 2006

	Total		District		
	Expenses	Provincial	Levies	Other	External
ADMINISTRATION					
Office Operation	31,379	16,998	5,666		8,716
Total	**31,379**	**16,998**	**5,666**		**8,716**
ASSETS					
Office Equipment & Furnishings	2,152	1,614	538		
Program Support Equipment	299	225	75		
New Office	11,988	8,991	2,997		
Vehicles	11,956	8,967	2,989		
Total	**26,395**	**19,797**	**6,599**		
PUBLIC EDUCATION					
Public Education & Awareness	72,486	48,468	16,156		7,862
Canupawakpa Trail	4,269	3,194	1,075		
Total	**76,755**	**51,662**	**17,231**		**7,862**
SOILS					
Forage for Problem Soils	14,315	10,737	3,579		
Shelterbelts	44,607	31,338	10,446		2,823
Pasture Programs	500	375	125		
Total	**59,422**	**42,450**	**14,150**		**2,823**

WEST SOURIS RIVER CONSERVATION DISTRICT

SCHEDULE 1 - SCHEDULE OF COST-SHARING

For the year ended March 31, 2006

	Total		District		
	Expenses	Provincial	Levies	Other	External
WATER					
Water Supply (Wells)	10,800	6,113	2,038		2,650
Water Quality	6,299	4,499	1,500		302
Crossings	2,178	1,634	545		
Water Storage (Dams)					
Grassed Waterways					
Riparian Management	83,730	33,769	11,256		38,704
Abandoned Wells	2,450	1,496	499	600	455
Water Inventory & Investigation	3,880	2,910	970		
Pipeline Plow	1,012	722	241	140	50
Total	**110,349**	**51,143**	**17,049**	**740**	**42,161**
WATERSHED PLANNING					
Watershed Planning	75,912	19,003	6,334		50,575
Total	**75,912**	**19,003**	**6,334**		**50,575**
TOTAL	**380,212**	**201,053**	**67,029**	**740**	**112,137**
		53%	**18%**	**0%**	**29%**

WEST SOURIS RIVER CONSERVATION DISTRICT

SCHEDULE 2 - SCHEDULE OF PROVINCIAL GRANT RECEIVABLE

For the year ended March 31, 2006

		2006		2005
Provincial grant receivable, beginning of the year	$	2,365	$	716
Add: Provincial grant allocated		201,053		201,649
Less: Provincial grant received		200,000		200,000
Provincial grant receivable, end of year	$	3,418		2,365

WEST SOURIS RIVER CONSERVATION DISTRICT
SCHEDULE 3 - SCHEDULE OF EXPENDITURES - SUB-DISTRICT PROGRAMS
For the year ended March 31, 2006

	Pipestone/ Plum Creek	Stoney Creek	Jackson Creek	Gainsborough/ S. Antler	N. Pipestone/ Sifton	Central Souris River	**Total 2007**	Total 2006
Soil projects	9,005	8,477	8,964	11,624	8,881	11,972	**58,923**	54,784
Water projects	85,387	13,270	32,218	25,775	6,873	6,029	**169,552**	144,240
Wildlife projects							-	5,194
Grazing projects	500						**500**	4,200
Education projects	8,069	2,732	1,915	572	2,593	3,449	**19,330**	7,789
	102,961	24,479	43,097	37,971	18,347	21,450	**248,305**	216,207

WHITEMUD WATERSHED CONSERVATION DISTRICT

FINANCIAL STATEMENTS

MARCH 31, 2007

WHITEMUD WATERSHED CONSERVATION DISTRICT

MARCH 31, 2007

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AUDITORS' REPORT

To the Members of the Board of
Whitemud Watershed Conservation District
Neepawa, Manitoba

We have audited the balance sheet of Whitemud Watershed Conservation District as at March 31, 2007 and the statements of operations and surplus for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at March 31, 2007 and the results of its operations and the changes in its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit opinion does not extend to the Schedule of Cost-Sharing presented by the District.

The Exchange

chartered accountants LLP

Winnipeg, Manitoba
April 19, 2007

WHITEMUD WATERSHED CONSERVATION DISTRICT

BALANCE SHEET
AS AT MARCH 31, 2007

	2007	2006
ASSETS		
CURRENT		
Cash and short-term deposits	$ 693,402	$ 779,683
Accounts receivable	870,673	794,948
Inventory, note 2	38,943	44,320
Prepaid expenses and deposits	4,045	24,281
	1,607,063	1,643,232
CAPITAL ASSETS, notes 2 and 3	216,717	169,065
	$ 1,823,780	$ 1,812,297
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	$ 1,328	$ 64,725
Unearned outside funding	34,186	40,550
Unearned municipal levies	82,148	31,660
	117,662	136,935
WATERSHED PROGRAMS SURPLUS		
SUB-DISTRICT PROGRAM	69,396	105,349
GENERAL BOARD PROGRAM	29,679	33,004
EQUIPMENT PROGRAM	227,235	163,555
INVENTORY PROGRAM	24,859	21,281
ROSEDALE FARM PROGRAM	2,706	-
PR/PTH CROSSING RESERVE	765,994	765,292
CMRM LTD. IN TRUST	30,792	33,693
EMERGENCY RESERVE	30,000	30,000
SICK LEAVE RESERVE	18,633	19,579
INFRASTRUCTURE PROGRAM	495,079	495,664
U-COUNT RESERVE	1,345	1,345
CONSERVATION AGREEMENT RESERVE FUND	8,400	5,600
WWCD LEGACY PROGRAM RESERVE FUND	2,000	1,000
	1,706,118	1,675,362
	$ 1,823,780	$ 1,812,297

LEASE COMMITMENT, note 4

APPROVED BY THE BOARD:

________________ Director

________________ Director

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - SUB-DISTRICT PROGRAM
YEAR ENDED MARCH 31, 2007

	Willowbend Creek #35	Westbourne Drain #36	Squirrel Creek #37	Pine Creek #38
REVENUE				
Municipal levies	$ 20,712	$ 22,269	$ 15,358	$ 18,300
Province of Manitoba	65,742	66,016	48,317	48,236
Other grants	-	767	-	-
Surveys in kind	345	518	431	776
Infrastructure reserve	-	-	-	5,798
	86,799	89,570	64,106	73,110
EXPENDITURES				
Channel maintenance				
Grassed waterways	-	-	-	-
Miscellaneous	495	327	262	784
Silt removal	18,779	29,360	13,022	15,602
Vegetation control	38,033	31,336	22,734	24,314
Conservation Agreement Fund	350	350	350	350
Crossings				
Repairs	11,571	10,691	11,071	13,135
Replacements	3,027	3,502	4,734	-
Infrastructure reserve	-	-	-	5,798
Infrastructure reserve account	-	8,000	3,750	6,667
Superintendent's salary/expenses	11,404	8,424	7,774	5,960
Surveys	460	690	575	1,035
Remuneration	4,348	4,052	4,625	4,519
Water storage projects	-	330	199	-
	88,467	97,062	69,096	78,164
DEFICIENCY OF REVENUE OVER EXPENDITURES	(1,668)	(7,492)	(4,990)	(5,054)
SURPLUS, beginning of year	16,791	3,724	16,384	20,148
SURPLUS (DEFICIT), end of year	$ 15,123	$ (3,768)	$ 11,394	$ 15,094

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - SUB-DISTRICT PROGRAM
YEAR ENDED MARCH 31, 2007

	Central Whitemud #39	Upper Whitemud #40	Big Grass Marsh #42	Big Grass River #43
REVENUE				
Municipal levies	$ 25,519	$ 11,956	$ 27,197	$ 52,764
Province of Manitoba	76,601	45,722	81,871	124,900
Other grants	1,804	602	-	223
Surveys in kind	-	518	345	863
Infrastructure reserve	-	-	34,199	4,146
	103,924	58,798	143,612	182,896
EXPENDITURES				
Channel maintenance				
Grassed waterways	24,134	10,992	-	-
Miscellaneous	358	262	2,365	9,960
Silt removal	3,940	1,252	16,528	21,144
Vegetation control	38,792	35,066	42,911	65,726
Conservation Agreement Fund	350	350	350	350
Crossings				
Repairs	6,459	-	20,600	29,030
Replacements	-	-	3,509	12,570
Infrastructure reserve	-	-	34,199	4,146
Infrastructure reserve account	2,825	2,825	5,825	13,667
Superintendent's salary/expenses	14,384	9,589	19,178	19,178
Surveys	-	690	460	1,150
Remuneration	6,607	3,801	4,071	8,925
Water storage projects	7,461	-	-	-
	105,310	64,827	149,996	185,846
DEFICIENCY OF REVENUE OVER EXPENDITURES	(1,386)	(6,029)	(6,384)	(2,950)
SURPLUS (DEFICIT), beginning of year	16,498	10,708	(1,737)	22,833
SURPLUS (DEFICIT), end of year	$ 15,112	$ 4,679	$ (8,121)	$ 19,883

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - SUB-DISTRICT PROGRAM
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Municipal levies	$ 194,075	$ 194,089
Province of Manitoba	557,405	467,461
Other grants	3,396	2,977
Surveys in kind	3,796	4,744
Infrastructure reserve	44,143	-
	802,815	669,271
EXPENDITURES		
Channel maintenance		
Grassed waterways	35,126	20,797
Miscellaneous	14,813	17,605
Silt removal	119,627	64,391
Vegetation control	298,912	227,425
Conservation Agreement Fund	2,800	2,800
Crossings		
Repairs	102,557	108,255
Replacements	27,342	74,039
Infrastructure reserve	44,143	-
Infrastructure reserve account	43,559	43,559
Land purchase	-	24,057
Superintendent's salary and expenses	95,891	66,225
Surveys	5,060	6,325
Water storage projects	7,990	20,488
Remuneration	40,948	-
	838,768	675,966
DEFICIENCY OF REVENUE OVER EXPENDITURES	(35,953)	(6,695)
SURPLUS, beginning of year	105,349	112,044
SURPLUS, end of year	$ 69,396	$ 105,349

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - GENERAL BOARD PROGRAM
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Province of Manitoba	$ 218,242	$ 238,357
Municipal grants	40,000	41,581
Co-op equity	50	51
Forage program - landowner share	41,900	22,110
Gain on disposal of equipment	225	-
Individual contributions	9,256	1,902
Interest	16,274	16,089
Special project funding	10,814	2,961
Surveys in kind	1,265	-
Transfer from Rosedale Program	-	9,064
Transfer from Equipment program	-	4,445
	338,026	336,560
ADMINISTRATION EXPENDITURES		
Amortization	4,728	6,297
Insurance	1,906	1,415
Manager's expenses	11,871	12,787
Manager's salary	57,961	59,361
Office supplies	23,772	23,679
Professional fees	2,618	2,140
Rent	20,072	20,072
Secretary-Treasurer and Secretary salaries	49,253	51,457
	172,181	177,208
SPECIFIC PROGRAM EXPENDITURES		
Board remuneration and expense	11,806	52,668
Forage crops	55,866	29,480
Public education	23,112	34,869
Shelterbelt weed control	7,556	12,944
Shelterbelts	17,926	18,052
Small tools	3,335	1,230
Soils demonstration, pipeline plow and well sealing	4,533	374
Special project funding	29,150	1,820
Summer students	2,312	9,361
Wildlands	13,574	6,154
	169,170	166,952
DEFICIENCY OF REVENUE OVER EXPENDITURES	(3,325)	(7,600)
SURPLUS, beginning of year	33,004	40,604
SURPLUS, end of year	$ 29,679	$ 33,004

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - EQUIPMENT PROGRAM
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Rentals	$ 104,926	$ 81,870
Gain on disposal of equipment	46,238	-
	151,164	81,870
EXPENDITURES		
Amortization	39,585	32,597
Fuel and oil	21,512	21,694
Insurance and licences	7,736	6,593
Loss on disposal of equipment	-	930
Repairs and maintenance	15,646	18,154
Salaries	3,005	2,620
Transfer to General Board Program	-	4,445
	87,484	87,033
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	63,680	(5,163)
SURPLUS, beginning of year	163,555	168,718
SURPLUS, end of year	$ 227,235	$ 163,555

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - INVENTORY PROGRAM
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Sales	$ 34,890	$ 21,884
COST OF SALES		
Inventory, beginning of year	44,320	50,353
Purchases	23,674	12,203
	67,994	62,556
Inventory, end of year	38,943	44,320
	29,051	18,236
GROSS PROFIT	5,839	3,648
EXPENDITURES		
Amortization	244	244
Insurance	482	262
Salaries	709	885
Yard maintenance	826	749
	2,261	2,140
EXCESS OF REVENUE OVER EXPENDITURES	3,578	1,508
SURPLUS, beginning of year	21,281	19,773
SURPLUS, end of year	$ 24,859	$ 21,281

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - ROSEDALE FARM PROGRAM
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Forage sales	$ 22,964	$ 32,482
EXPENDITURES		
Fertilizer and rotovating	10,597	13,677
Harvesting	11,799	14,899
Miscellaneous	(2,138)	1,083
Transfer to General Board Program	-	9,064
	20,258	38,723
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	2,706	(6,241)
SURPLUS, beginning of year	-	6,241
SURPLUS, end of year	$ 2,706	$ -

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - PR/PTH CROSSING PROGRAM
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Intergovernmental Affairs interest	$ 30,386	$ 21,773
EXPENDITURES		
Sub-district program # 36	1,288	1,840
Sub-district program # 38	-	1,840
Sub-district program # 42	1,379	4,312
Sub-district program # 43	27,017	21,266
	29,684	29,258
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	702	(7,485)
SURPLUS, beginning of year	765,292	772,777
SURPLUS, end of year	$ 765,994	$ 765,292

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - CMRM LTD. IN TRUST
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Interest	$ 2,632	$ 773
EXPENDITURES		
Lower Rat Creek drain	5,533	-
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(2,901)	773
SURPLUS, beginning of year	33,693	32,920
SURPLUS, end of year	$ 30,792	$ 33,693

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - INFRASTRUCTURE RESERVE ACCOUNT
(75%/25%)
YEAR ENDED MARCH 31, 2007

	2007	2006
EXPENDITURES		
Sub-district program # 38	$ 5,798	$ -
Sub-district program # 42	34,199	-
Sub-district program # 43	4,146	-
	44,143	-
SURPLUS, beginning of year	198,000	198,000
SURPLUS, end of year	$ 153,857	$ 198,000

WHITEMUD WATERSHED CONSERVATION DISTRICT

STATEMENT OF OPERATIONS AND SURPLUS - INFRASTRUCTURE RESERVE ACCOUNT
(0%/100%)
YEAR ENDED MARCH 31, 2007

	2007	2006
REVENUE		
Sub-district program # 36	$ 8,000	$ 8,000
Sub-district program # 37	3,750	3,750
Sub-district program # 38	6,667	6,667
Sub-district program # 39	2,825	2,825
Sub-district program # 40	2,825	2,825
Sub-district program # 42	5,825	5,825
Sub-district program # 43	13,666	13,666
	43,558	43,558
SURPLUS, beginning of year	297,664	254,106
SURPLUS (DEFICIT), end of year	$ 341,222	$ 297,664

WHITEMUD WATERSHED CONSERVATION DISTRICT

NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2007

1. NATURE OF ORGANIZATION

The District was established by an Order-in-Council of the Province of Manitoba on March 22, 1972. The District is situated in south central Manitoba and its mandate is to provide soil and water stewardship and facilitate agricultural land drainage on a watershed basis. The District is exempt from income taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in accordance with Canadian generally accepted accounting principles. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements for a period necessarily involves the use of estimates which have been made using careful judgement. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

(a) Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is generally determined on a first-in, first-out basis.

(b) Capital assets

Capital assets are recorded at cost. Amortization is provided annually on a straight-line basis as follows:

Buildings - 5%
Equipment - 15%
Fences - 5%

(c) Long-lived assets

Long-lived assets consist of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The District performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the assets carrying amount. Impairment is measured as the amount by which the assets carrying value exceeds its fair value. Any impairment is included in operations for the year.

2. SIGNIFICANT ACCOUNTING POLICIES, continued

(d) Revenue recognition

The Province of Manitoba grants are recognized as revenue when the related expenses are incurred. Any excess or shortfall is shown as accounts receivable or accounts payable.

Municipal grants are recognized as revenue when received.

Other grants are recognized as revenue when the related expenses are incurred. If the related expenses are not incurred by the end of the year, the grant is deferred to future periods and shown as unexpended grants.

All other revenue is recognized when earned if the amount can be determined and collection is reasonably assured.

3. CAPITAL ASSETS

	Cost	Accumulated Depreciation	2007 Net Book Value	2006 Net Book Value
Land	$ 1,835	$ -	$ 1,835	$ 1,835
Buildings	34,282	24,360	9,922	10,897
Equipment	490,438	285,478	204,960	156,333
Fences	5,339	5,339	-	-
	$ 531,894	$ 315,177	$ 216,717	$ 169,065

4. LEASE COMMITMENT

The District occupies leased premises subject to a minimum annual rental of $20,072 expiring 2007.

5. SICK LEAVE RESERVE

The reserve has been established to recognize the accrual of sick leave of the employees. At March 31, 2007, the aggregate amount of possible claims was approximately $112,264 (2006 - $81,782).

6. STATEMENT OF CASH FLOWS

A separate statement of cash flows is not presented since cash flows from operating, investing and financing activities are readily apparent from the other financial statements, or adequately disclosed in the notes to the financial statements.

7. FINANCIAL INSTRUMENTS

The District's financial instruments consist of cash and short-term deposits, accounts receivable and accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

WHITEMUD WATERSHED CONSERVATION DISTRICT

SCHEDULE OF COST-SHARING
YEAR ENDED MARCH 31, 2007
(Unaudited)

	Total Expenditures	Provincial	District Levies	District Other	External
ADMINISTRATION					
Program Support Planning	$ 41,768	$ 31,326	$ 6,708	$ 3,734	$ -
Office Operation	53,093	36,686	-	16,407	-
	94,861	68,012	6,708	20,141	-
ASSETS					
Infrastructure Reserve Account (0/100)	43,558	-	43,558	-	-
Office Equipment	1,876	1,407	469	-	-
WWCD Legacy Program Reserve Fund	1,000	750	250	-	-
Conservation Reserve Fund	2,800	-	2,800	-	-
	49,234	2,157	47,077	-	-
PUBLIC EDUCATION					
Public education	67,569	50,677	16,892	-	-
WILDLIFE/FISHERIES					
Wildlife Preservation/ Treeplanting Demo	5,867	4,400	-	1,467	-
Conservation Corridors	7,707	5,780	-	1,927	-
Fisheries Enhancement Initiative	6,364	-	-	-	6,364
	19,938	10,180	-	3,394	6,364
SOILS					
Forage Assistance	55,867	13,967	-	41,900	-
Shelterbelt/Gully/Riparian/ Soils Demo	32,879	23,056	-	7,685	2,138
Abandoned Well Sealing	4,200	3,150	-	1,050	-
	92,946	40,173	-	50,635	2,138
WATER					
Maintenance	43,657	32,743	7,519	3,395	-
CMRM Ltd	5,533	-	-	-	5,533
Drainage Management Project	26,164	19,623	5,276	-	1,265
	75,354	52,366	12,795	3,395	6,798
CROSSINGS					
Repairs	137,599	102,853	34,284	-	462
Replacements	48,136	35,929	11,976	-	231
PR/PTH Replacements	29,684	-	-	-	29,684
Infrastructure Reserve	44,143	-	-	-	44,143
	259,562	138,782	46,260	-	74,520
DRAIN INFRASTRUCTURE					
Maintenance	552,684	413,300	137,766	-	1,618
Surveys	5,060	-	1,265	-	3,795
	557,744	413,300	139,031	-	5,413
TOTAL	$ 1,217,208	$ 775,647	$ 268,763	$ 77,565	$ 95,233
		64%	22%	6%	8%

WHITEMUD WATERSHED CONSERVATION DISTRICT

SCHEDULE OF PROVINCIAL GRANT RECEIVABLE
YEAR ENDED MARCH 31, 2007

	2007	2006
Provincial Grant	$ 700,000	$ 700,000
Less, receivable, beginning of year	9,197	3,379
	690,803	696,621
Less: Provincial allocation	775,647	705,818
Receivable, end of year	$ 84,844	$ 9,197